

Enduring Resources

475 17th Street Suite 1500 Denver Colorado 80202 Telephone 303 573-1222 Fax 303 573 0461

March 20, 2007

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

Attn.: Ms. Diana Whitney

RE: Enduring Resources, LLC

Asphalt Wash 11-24-41-7 SWSW 5-11S-24E Surface NENE 7-11S-24E BHL Federal Lease: UTU-73919

Uintah County, Utah

Dear Ms. Whitney:

Enduring Resources, LLC ("ERLLC") plans to drill the above-referenced well directionally from a multi-well pad to limit surface impact and drilling on steep slopes. Enclosed is one original application.

ERLLC is the only leasehold interest owner within 460 feet of any part of the above-referenced proposed well's proposed well bore, therefore,

A. ERLLC also grants itself permission for an exception well location.

Enduring Resources, LLC is requesting the Utah Division of Oil, Gas and Mining to hold this application and all future information as confidential.

In the event there are any other outstanding matters preventing this APD from being approved, please let me know at your earliest convenience. I may be reached at 303-350-5719 or ebissett@enduringresources.com.

Very truly yours,

Evette Bissett

Regulatory Affairs Assistant

Gutte Bisself

Enclosures

RECEIVED MAR 2 3 2007

DIV. OF OIL, GAS & MINING

SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that Enduring Resources, LLC is considered to be the operator of the following well.

Asphalt Wash 11-24-41-7

Surface Location: SWSW Sec. 5-11S-24E BHL Location: NENE Sec. 7-11S-24E

471' FSL - 440' FWL, Surface

660' FNL - 660' FEL

Lease Serial No.: UTU-73919

Uintah County, Utah

Enduring Resources, LLC is responsible under the terms and conditions of the lease for the operations conducted upon leased lands. Bond coverage is provided by UTB000173.

Evette Bissett

Regulatory Affairs Assistant Enduring Resources, LLC 475 17th Street, Suite 1500

Denver, CO 80202 (303) 350-5719 3/20/2007

Date

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

| AMENDED REPORT | |
|---------------------|--|
| (highlight changes) | |

DIV. OF OIL, GAS & MINING

| | | APPLICAT | TION FOR | PE | RMIT TO | DRILL | | UTU-73919 | Federal |
|----------------------|------------------------|----------------------------|---------------------|------------|--------------------------|---|----------|--------------------------------------|------------------|
| 1A. TYPE OF WO | DRK: [| ORILL 🔽 | REENTER [| | DEEPEN | | | 7. IF INDIAN, ALLOTTEE C | R TRIBE NAME: |
| B. TYPE OF WE | il: OIL | GAS 🗸 | OTHER | | SIN | GLE ZONE MULTIPLE ZON | E 🔽 | 8. UNIT or CA AGREEMEN | T NAME: |
| 2. NAME OF OPE | | | | | | | | 9. WELL NAME and NUMB | |
| Enduring F | ODEDATOR | | | | | PHONE NUMBER: | | Asphalt Wash 1 | |
| 475 17th S | t., Ste 1500 | O CITY Denve | er st | ATE C | O _{ZIP} 80 | 220 (303) 350-5719 25107 -109.261765 | | Undesignated | |
| 4. LOCATION OF | WELL (FOOTAG | ES) 64863 | 2× 441p; | 041 | 1 39.8 | 185107 -109.261764 | , | 11. QTR/QTR, SECTION, T MERIDIAN: | OWNSHIP, RANGE, |
| AT SURFACE: | 471' FSL · | - 440' FWL DNE: 660' FI | 18302X 1L-660 FE | 441 L N | 58937 ENE | 34.882029 | | SWSW 5 1 | 1S 24E |
| 14. DISTANCE IN | MILES AND DIR | ECTION EROM NEA | REST TOWN OR P | OST OF | FICE: | 109,543 | | 12. COUNTY: | 13. STATE: |
| 63.4 mile | s South of | Vernal, UT | | | | | | Uintah | UTAH |
| 15. DISTANCE TO 440' | O NEAREST PRO | PERTY OR LEASE L | INE (FEET) | | 16. NUMBER O | FACRES IN LEASE: | 17. N | JMBER OF ACRES ASSIGN | ED TO THIS WELL: |
| | NEAREST WEL | L (DRILLING, COMP | LETED, OR | <u> </u> | 19. PROPOSED | DEPTH: | 20. BO | OND DESCRIPTION: | |
| 1000' + | | | | | | 6,818 | <u> </u> | B0008031 | |
| | • | ER DF, RT, GR, ETC | .): | - [| 22. APPROXIM 4/30/200 | ATE DATE WORK WILL START: | | STIMATED DURATION: | |
| 5553' | RT-KB | | | | 4/30/200 |)/ | 20 | days | |
| 24. | | | PROPOS | SED (| CASING A | ND CEMENTING PROGRAM | | | |
| SIZE OF HOLE | CASING SIZE, | , GRADE, AND WEIG | HT PER FOOT | SETT | ING DEPTH | CEMENT TYPE, QU | ANTITY, | YIELD, AND SLURRY WEIG | нт |
| 20" | 14" | line pipe | | | 40 | 3 yards | Read | y Mix | |
| 11" | 8-5/8" | J-55 | 24# | | 1,460 | Premium Lead | | 87 3.5 | 50 11.1 |
| | | | | | | Premium Tail | 13 | 8 sxs 1.1 | 15 15.8 |
| 7-7/8" | 4-1/2" | N-80 | 11.6# | | 6,818 | Class G | 11 | 6 sxs 3 | .3 11.0 |
| | | | | | | 50/50 Poz Class G | 79 | 1 sxs 1.5 | 56 14.3 |
| | | | | | | | | | |
| | | | | | | | | | |
| 25. | | | | | ATTA | CHMENTS | | | |
| VERIFY THE FOL | LOWING ARE AT | TACHED IN ACCOR | DANCE WITH THE | UTAH C | IL AND GAS C | ONSERVATION GENERAL RULES: | | | |
| WELL PL | AT OR MAP PREF | PARED BY LICENSE | D SURVEYOR OR I | ENGINE | ER | COMPLETE DRILLING PLAN | | | |
| EVIDENC | E OF DIVISION O | F WATER RIGHTS | APPROVAL FOR US | SE OF W | ATEF: | FORM 5, IF OPERATOR IS PE | RSON O | R COMPANY OTHER THAN | THE LEASE OWNER |
| | | * ·· | | | | | | | |
| NAME (PLEASE F | _{BINT} Evette | Bissett | | | | _{тітье} Regulatory Aff | airs A | ssistant | |
| • | Jul | sen Bi | asi XI | | | DATE 3/20/2007 | | | |
| SIGNATURE | g x c | 75-5 | | | | Approved by the | | | |
| This space for Stat | e use only) | | | | | Utah Division of | | | |
| | | | | | | Oil, Gas and Mining | l | REC | EIVED |
| API NUMBER ASS | IGNED: | 43.DU7. | 30/164 | | _ | APPROVAL: | | nec | |
| | | , . – | \[| | D | ate: 08-26-DAY | | MAR 2 | 3 2007 |
| (11/2001) | Fede | ral Approval | of this | | (See Instruction | ns on Reverse Side | | DIV OF OU | 240.0 11111111 |

(11/2001)

Action is Necessary

T11S, R24E, S.L.B.&M. **ENDURING RESOURCES** WELL LOCATION. ASPHALT WASH 11-24-41-7, LOCATED AS SHOWN IN Sec.6 Sec.5 THE NE 1/4 NE 1/4 OF SECTION 7. Found Set Marked Stone. T11S, R24E, S.L.B.&M. UINTAH COUNTY. Pile of stones. UTAH. **WELL LOCATION:** N0.03,M ASPHALT WASH 11-24-41-7 ELEV. UNGRADED GROUND = 5537.7' SCALE NOTES: 1. Well footages are measured at right angles to the Section Lines. 2. The Bottom of hole bears \$44"11'20"W 1576.49' 440' from the Surface Position. Well Surface 3. The Proposed Bottom hole bears S44'58'30"W Position Found Set 933.25' from the Northeast corner of section 7. Marked Stone. N89°59'00"E (Computed) Pile of stones. 4. Bearings are based on Global Positioning Satellite observations. $N89^{58}E - 77.31 (G.L.O.)$ N89'57'34"W - 2641.25' (Megs.) 5. BASIS OF ELEVATION IS BENCH MARK 87 EAM Found Set N89'57'W - 79.92 (G.L.O.) LOCATED IN THE SE 1/4 SW 1/4 OF SECTION 1. Marked Stone, Pile of stones. T12S, R23E, S.L.B.&M. THE ELEVATION OF THIS 660' BENCH MARK IS SHOWN ON THE ARCHY BENCH SE 7.5 MIN. QUADRANGLE AS BEING 5887'. Bottom' THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTION SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND BELLEF NO.352251 & SECTION OF SUPERVISION OF SURVEYS NO.352251 & SECTION OF SUPERVISION OF SURVEYS NO.352251 & SECTION OF SURV of Hole NO:03'W (G.L.O. REGISTRATION STATE OF UTARON **Sec. 7** Sec.8 TIMBERLINE LAND SURVEYING, INC. 38 WEST 100 NORTH. - VERNAL, UTAH 84078 (435) 789-1365 = SECTION CORNERS LOCATED DATE SURVEYED: ASPHALT WASH 11-24-41-7 ASPHALT WASH 11-24-41-7 SHEET SURVEYED BY: M.S.B. 12-15-06 (Bottom Hole) NAD 83 Autonomous (Surface Position) NAD 83 Autonomous DATE DRAWN: DRAWN BY: M.W.W. LATITUDE = 39' 52' 54.94"LATITUDE = $39^{\circ} 53' 06.10''$ 12-29-06 LONGITUDE = 109° 15' 59.05" LONGITUDE = 109' 15' 44.95" Date Last Revised: **OF 11** SCALE: 1" = 1000

Enduring Resources, LLC Asphalt Wash 11-24-41-7 SWSW 5-11S-24E NENE 7-11S-24E Uintah County, Utah

Federal Lease: UTU-73919

ONSHORE ORDER 1 - DRILLING PLAN

1. Estimated Tops of Geological Markers:

| Formation | Depth (K.B.) |
|-------------|--------------|
| Uinta | Surface |
| Green River | 552 |
| Wasatch | 2882 |
| Mesaverde | 4723 |

2. Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals:

| Substance | Formation | Depth (K.B.) |
|-----------|---------------------------|--------------|
| | KB-Uinta Elevation: 5553' | |
| Oil / Gas | Green River | 552 |
| Oil /Gas | Wasatch | 2882 |
| Oil /Gas | Mesaverde | 4723 |
| | Estimated TD | 6818 |

An 11" hole will be drilled to approximately 1640 feet.

3. Pressure Control Equipment: (3000 psi schematic attached)

- A. Type: Eleven (11) inch double gate hydraulic BOP with eleven (11) inch annular preventer on 3,000 psi casinghead, with 3,000 psi choke manifold equipped per the attached diagram. BOPE as specified in *Onshore Oil & Gas Order Number 2*. A PVT, stroke counter and flow sensor will be installed to check for flow and monitor pit volume.
- B. Pressure Rating: 3,000 psi BOPE
- C. Kelly will be equipped with upper and lower Kelly valves.
- D. Testing Procedure: Annular Preventer

At a minimum, the annular preventer will be pressure tested to 50% of the stack rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the annular preventer is initially installed;
- Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the BOP is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day. All BOP drills and tests will be recorded in the IADC driller's log.

E. Miscellaneous Information:

The blowout preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of *Onshore Oil & Gas Order Number 2*.

4. **Proposed Casing & Cementing Program:**

A. Casing Program: All New

| Hole Size | Casing Size | Wt./Ft. | Grade | Joint | Depth Set (MD) |
|-----------|-------------|---------|-------|-------|---------------------|
| 20" | 14" O.D. | | | | 40' (GL) |
| 11" | 8-5/8" | 24# | J-55 | ST&C | 0 – 1476' (KB) est. |
| 7-7/8" | 4-1/2" | 11.6# | N-80 | LT&C | 0 – 6818 (KB) |

The surface casing will have guide shoe. Centralize the shoe joint with bowspring centralizers in the middle and top of the joint and the next 16 joints with bowspring centralizers on every other collar (8 centralizers total). Thread lock guide shoe.

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

B. Casing Design Parameters:

| Depth (MD) | Casing | Collapse(psi)/SF | Burst (psi)/SF | Tension(mlbs)/SF |
|------------|-----------------------------|------------------|----------------|------------------|
| 40' (GL) | 14" OD | | | |
| 1476' (KB) | 8-5/8", 24#/ft, J55, STC | 1370/2.10(a) | 2950/4.52(b) | 244/8.02(c) |
| 6818' (KB) | 4-1/2", 11.6#/ft, N-80, LTC | 6350/1.79(d) | 7780/2.39 (e) | 223/3.28(f) |

- (a.) based on full evacuation of pipe with 8.6 ppg fluid on annulus
- (b.) based on 8.6 ppg gradient with no fluid on annulus
- (c.) based on casing string weight in 8.6 ppg mud
- (d.) based on full evacuation of pipe with 10.0 ppg fluid on annulus
- (e.) based on 9.2 ppg gradient, gas to surface, with no fluid on annulus, no gas gradient
- (f.) based on casing string weight in 9.2 ppg mud

PROPOSED CEMENTING PROGRAM

Surface Casing (if well will circulate)-Cemented to surface

| CASING | SLURRY | FT. of FILL | CEMENT TYPE | sxs | EXCESS (%) | WEIGHT (ppg) | YIELD (ft ³ /sx) |
|--------|--------|----------------|--|-----|------------|--------------|--------------------------------|
| 8-5/8" | Lead | 960 | Premium cement + 16% gel + 0.25 pps celloflake | 87 | 25% | 11.1 | 3.50 |
| 8-5/8" | Tail | 500 | Premium cement + 2% CaC ₂ + 0.25 pps celloflake | 138 | 25% | 15.8 | 1.15 |

A cement top job is required if cement fallback is greater than 10' below ground level. Top job (weight 15.8 ppg, yield 1.15 ft³/sx) cement will be premium cement w/ 3% CaCl₂.+0.25 pps celloflake. Volume as required

Surface Casing (if well will not circulate) - Cemented to surface

| CASING | SLURRY | FT. of FILL | CEMENT TYPE | sxs | EXCESS (%) | WEIGHT (ppg) | YIELD (ft³/sx) |
|--------|---------|----------------|---|------------|---------------|--------------|-------------------|
| 8-5/8" | Lead | 500 | Premium cement + 2% CaCl ₂ + 0.25 pps celloflake | 138 | 25 | 15.8 | 1.15 |
| 8-5/8" | Top job | As req. | Premium cement + 3% CaCl ₂ + 0.25 pps celloflake | As Req. | | 15.8 | 1.15 |

Production Casing and Liner - Cemented TD to 300' above base of surface casing

| CASING | SLURRY | FT. of FILL | CEMENT TYPE | SXS | EXCESS (%) | WEIGHT (ppg) | YIELD (ft³/sx) |
|--------|--------|-------------------|---|-----|---------------|-----------------|-------------------|
| 4-1/2" | Lead | 1322 | Class "G" + 5% NaCl + 12% Gel + 0.25 pps celloflake + 0.2% antifoam + 0.25% fluid loss + 1% extender | 116 | 25 | 11.0 | 3.3 |
| 4-1/2" | Tail | 4336 | 50/50 POZ Class G + 2% gel +1% CaCl ₂ + 0.2% dispersant + 0.2% fluid loss + 0.1% antifoam | 791 | 25 | 14.3 | 1.56 |

Cement volumes for the 4-1/2" Production Casing will be calculated to provide a top of cement to 300' above base of surface casing. Cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole. Actual cement types may vary due to hole conditions and cement contractor used.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. Drilling Fluids (mud) Program:

| Interval (MD) | Mud Weight | Fluid Loss | Viscosity | Mud Type |
|------------------|------------|------------|-----------|-----------|
| 0' – 1476' (KB) | | No cntrl | | Air/mist |
| 1476'-3000' (KB) | 8.4-8.6 | No cntrl | 28-36 | Water |
| 3000'-6818' (KB) | 8.8-9.8 | 8 - 10 ml | 32-42 | Water/Gel |

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

6. <u>Evaluation Program:</u>

<u>Tests</u>: No tests are currently planned.

<u>Coring:</u> No cores are currently planned.

<u>Samples:</u> No sampling is currently planned.

Logging

- Dual Induction SFL /Gamma Ray/Caliper/SP/TDLT/CNL/ML TD to Base Surface Casing
- Cement Bond Log / Gamma Ray:
 TD to Base of Surface Casing or Top of Cement if below Base of Surface Casing

Stimulation: A stimulation or frac treatment will be designed for completion of this well based on openhole log analysis. The drill site, as approved, will be sufficient size to accommodate all completion activities.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H_2S has been encountered or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 3545 psi (calculated at 0.52psi/foot of hole) and maximum anticipated surface pressure equals approximately 2045 psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

8. Anticipated Starting Dates:

- Anticipated Commencement Date- Within one year of APD issue.
- Drilling Days- Approximately 10 days
- Completion Days Approximately 10 days
- Anticipate location construction within 30 days of permit issue.

9. <u>Variances:</u>

None anticipated

10. Other:

A Cultural Resource Inventory and Paleontology reconnaissance shall be conducted for the well location, access route and pipeline. The reports shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust lands Administration upon their receipt.

Single Shot directional surveys will be dropped every 2000 feet to monitor hole angle.

ENDURING RESOURCES Asphalt Wash 11-24-41-7 Section 5, T11S, R24E, S.L.B.&M. (Surface)

FROM THE INTERSECTION OF U.S. HIGHWAY 40 AND 500 EAST STREET IN VERNAL, UTAH PROCEED IN AN EASTERLY THEN SOUTHERLY DIRECTION ALONG U.S. HIGHWAY 40 APPROXIMATELY 3.3 MILES TO THE JUNCTION OF STATE HIGHWAY 45: EXIT RIGHT AND PROCEED IN A SOUTHERLY DIRECTION ALONG STATE HIGHWAY 45 APPROXIMATELY 40.5 MILES TO THE JUNCTION OF THE DRAGON ROAD (COUNTY B ROAD 4180). THIS ROAD IS LOCATED APPROXIMATELY 4.5 MILES SOUTH OF BONANZA, UTAH. EXIT LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION ALONG COUNTY B ROAD 4180 APPROXIMATELY 4.0 MILES TO THE JUNCTION OF THE KINGS WELLS ROAD (COUNTY B ROAD 4190). EXIT RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION ALONG COUNTY B ROAD 4190 APPROXIMATELY 8.1 MILES TO THE INTERSECTION OF THE EAST FORK ASPHALT WASH ROAD (COUNTY B ROAD 4250); EXIT RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION ALONG COUNTY B ROAD 4250 APPROXIMATELY 5.8 MILES TO THE INTERSECTION OF THE ASPHALT WASH ROAD (COUNTY B ROAD 4160): EXIT RIGHT AND PROCEED ALONG COUNTY B ROAD 4160 IN A NORTHERLY DIRECTION APPROXIMATELY 0.6 MILES TO A SERVICE ROAD TO THE NORTHEAST; EXIT RIGHT AND PROCEED ALONG SERVICE ROAD IN A NORTHEASTERLY THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 1.1 MILES TO THE PROPOSED ACCESS ROAD; FOLLOW ROAD FLAGS IN A NORTHEASTERLY DIRECTION APPROXIMATELY 205 FEET TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 63.4 MILES IN A SOUTHEASTERLY DIRECTION.

Enduring Resources, LLC Asphalt Wash 11-24-41-7 SWSW 5-11S-24 Surface NENE 7-11S-24E BHL Uintah County, Utah

Federal Lease: UTU-73919

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

From The Intersection Of U.S. Highway 40 And 500 East Street In Vernal, Utah Proceed In An Easterly Then Southerly Direction Along U.S. Highway 40 Approximately 3.3 Miles To The Junction Of State Highway 45; Exit Right And Proceed In A Southerly Direction Along State Highway 45 Approximately 40.5 Miles To The Junction Of The Dragon Road (County B Road 4180). This Road Is Located Approximately 4.5 Miles South Of Bonanza, Utah. Exit Left And Proceed In A Southeasterly Direction Along County B Road 4180 Approximately 4.0 Miles To The Junction Of The Kings Wells Road (County B Road 4190). Exit Right And Proceed In A Southwesterly Direction Along County B Road 4190 Approximately 8.1 Miles To The Intersection Of The East Fork Asphalt Wash Road (County B Road 4250): Exit Right And Proceed In A Northeasterly Direction Along County B Road 4250 Approximately 5.8 Miles To The Intersection Of The Asphalt Wash Road (County B Road 4160); Exit Right And Proceed Along County B Road 4160 In A Northerly Direction Approximately 0.6 Miles To A Service Road To The Northeast; Exit Right And Proceed Along Service Road In A Northeasterly Then Southeasterly Direction Approximately 1.1 Miles To The Proposed Access Road; Follow Road Flags In A Northeasterly Direction Approximately 205 Feet To The Proposed Location.

Total Distance From Vernal, Utah To The Proposed Well Location Is Approximately 63.4 Miles In A Southeasterly Direction.

2. Planned Access Roads:

The proposed access road will be approximately 205 feet of new construction. Please refer to Topo Map "B" for the takeoff point for the new ON-LEASE road construction.

The proposed access road will be utilized to transport personnel, equipment and supplies to and from the proposed well site during drilling, completion and production operations. The road will be utilized year round.

The access road will be crowned 2% to 3%, ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet right-of-way. Maximum grade of road is 5% or less. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. No fence crossings, culverts, turnouts, cattle guards or major cuts and fills are required. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development.</u> 1989.

The road surface and shoulders will be kept in a safe usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. Location of Existing Wells within a One-Mile radius (See "Topo" Map "C" attached):

The following wells are wells located within a one (1) mile radius of the proposed location.

a. None: Water Wells:

b. None: Injection Wells:

c. (1): Producing Wells:

1. Asphalt Wash 11-24-14-5

d. None: Drilling Wells:

e. None: Shut-in Wells:

f. None: Temporarily Abandoned Wells:

g. None: Disposal Wells:h. (2): Abandoned Wells:

1. Federal H 34-31, NWSE 31 (10-24)

2. Rainbow U-5, NWSE 6

i. None: Dry Holes:

j. None: Observation Wells:

k. (10): Pending (staked) Wells:

1. There are ten other wells staked in this section

4. Location of Existing and/or Proposed Facilities:

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank and be independent of the back cut.

All permanent (on site for six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the rocky Mountain Five State Inter-Agency Committee

All facilities will be painted within 6 months of installation. The color shall be Dark Olive Black. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Gas Gathering Pipeline: ON-LEASE 225' BLM OFF-LEASE -0-

If the well is capable of economic production, a surface gas gathering line and related equipment shall be installed for year around usage. Approximately 225 feet of 6" or less surface gas gathering pipeline shall be laid to minimize surface disturbance.

The proposed pipeline will begin at the well site, be laid on the west side of the access road and tie-in to an existing pipeline.

The meter run will be housed. The gas gathering line will be buried or anchored down from the wellhead to the meter.

Upon plugging and abandonment, the gas gathering line will be removed and the disturbed area will be re-contoured and restored as near as practical to the original condition. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

5. Location and Type of Water Supply:

Whenever practical, water will be obtained from Enduring Resources LLC Water Right Number 49-2249 (*See Townships of permitted Use below). If those sources are not available, a new water source shall be submitted prior to commencing operations. (These permits have one-year terms and then must be renewed,)

*Enduring Water Permits' Townships of Use:

| T10S-R22E | T11S-R22E | T12S-R22E |
|-----------|-----------|-----------|
| T10S-R23E | T11S-R23E | T12S-R23E |
| T10S-R24E | T11S-R24E | T12S-R24E |

Water will be hauled to the location over the roads marked on "Topo" Maps "A" and "B."

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized for location and access road construction.

Any gravel will be obtained from a commercial source; however, gravel sized rock debris associated with location and access road construction may be used as access road surfacing material.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, contained in the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit well be constructed on the location and will not be located within natural drainage, where a flood hazard exits or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, brake or allow discharge of liquids.

The reserve pit will be lined with ¼ felt and a minimum of 16 mm plastic with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

A chemical portable toilet will be furnished with the drilling rig. The toilet will be replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

Garbage, trash and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash well be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well.

Produced oil will be stored in an oil tank and then hauled by truck to a crude purchaser facility. Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to an approved disposal site.

8. Ancillary Facilities:

During drilling operations, approximately 20 days, the site will be a manned camp. Three or four additional trailers will be on location to serve as the crews' housing and eating facilities. These will be located on the perimeter of the pad site within the topsoil stockpiles. Refer to Sheet 4.

9. Well Site Layout: (Refer to Sheets #2, #3, and #4)

The attached Location Layout Diagrams described drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpiles(s).

Please see the attached diagram for rig orientation and access roads.

The top soil will be windrowed rather than piled. It will be reseeded and track walker at the time the location is constructed. Seeding will be with the determined during the onsite. (Refer to "Seed Mixture for Windrowed Top Soil Will included:" following herein.

The top soil removed from the pit area will be store separately and will not be reseeded until the pit is reclaimed.

All pits shall be fence to the following minimum standards:

- a. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- b. The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches over the new wire. Total height of the fence shall be at least 42 inches.
- c. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- d. Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two fence posts shall be no greater than 16 feet.
- e. All wire shall be stretched by, using a stretching device, before it is attached to corner posts.
- f. The reserve pit fencing will be on three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.
- g. Location size may change prior to drilling the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling, the location will be re-surveyed and a Form 9 will be submitted.

10. Plans for Surface Reclamation:

Producing Location:

- a. Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, materials, trash and debris not required for production.
- b. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 40CFR 3162.7.
- c. Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.
- d. The reserve pit and that portion of the location not needed for production facilities / operations will be re-contoured to the approximated natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.
- e. To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface 3 feet above surrounding round surface to allow the reclaimed pit area to drain effectively.
- f. Upon completion of back filling, leveling and re-contouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

- i. Abandoned well sites, roads and other disturbed areas will be restored as nearly as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions and re-establishment of vegetation as specified.
- ii. All disturbed surfaces will be re-contoured to the approximated natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

Seed Mixture for Windrowed Top Soil Will Included:

To be provided by the BLM

11. Surface Ownership: Location, Access and Pipeline Route:

Wellsite: Bureau of Land Management

Access: Bureau of Land Management

Pipeline: Bureau of Land Management

12. Other Information

On-site Inspection for Location, Access and Pipeline Route:

The on-site was conducted on January 31, 2007

Attending were:

- 1. Melissa Hawk BLM
- Brandon McDonald BLM
- 3. Dan Emmit BLM
- 4. Kolby Kay Timberline
- 5. Larry Rowell Ponderosa
- 6. Doug Hammond Enduring Resources

Special Conditions of Approval:

None for this well(s).

Archeology:

a. A Cultural Resource Inventory Report is pending and to be prepared by Montgomery Archaeological Consultants.

Paleontology:

b. A Paleontology Recomnaissance Report is pending and to be prepared by Intermountain Paleo-Consulting.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

13. Lessee's or Operator's Representatives:

Representatives:

Alvin R. (Al) Arlian
Landman – Regulatory Specialist
Enduring Resources, LLC
475 17th Street, Suite 1500
Denver, Colorado 80202
Office Tel: 303-350-5114
Fax Tel: 303-573-0461

aarlian@enduringresources.com

Teme Singleton Vice President – Operations Enduring Resources, LLC 475 17th Street, Suite 1500 Denver, Colorado 80202 Office Tel: 303-350-5711

Fax Tel: 303-573-0461

tsingleton@enduringresources.com

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his/her/its subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

A complete copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The operator or his/here/its contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill-site and access route, that I am familiar with the conditions which presently exist, that the statements made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be preformed by Enduring Resources, LLC and its contractors and subcontractors in conformity with this plan and terms and conditions with this plan and the terms and conditions under which it is approved.

Please be advised that Enduring Resources, LLC is considered to be the operator of the Asphalt Wash 11-24-41-7 Well; SWSW Section 5, Township 11 South, Range 24 East; Surface, NENE Sec. 7, Township 11S, Range 24E, BHL; Lease #:UTU-73919 Uintah County, Utah; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by BLM Statewide Oil & Gas Lease Bond No. UTB00()173 and State of Utah, Division of Oil, Gas & Mining Surety Bond No. RLB0008031

ENDURING RESOURCES, LLC

Alvin (Al) R. Arlian

Landman - Regulatory Specialist

de arlian El

March 20, 2007



Drilling Services

Proposal

ENDURING RESOURCES, L.L.C

ASPHALT WASH #11-24-41-7

UINTAH COUNTY, UTAH

PLAN 1

DECEMBER 4, 2006

Weatherford International, Ltd. 15710 John F. Kennedy Blvd, Suite 700 Houston, Texas 77032 USA +1.281.260.1300 Main +1.281.260.4729 Fax

www.weatherford.com

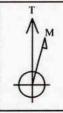
ENDURING RESOURCES, L.L.C. ASPHALT WASH #11-24-41-7

SW-SW SEC 5-T11S-R24E 463' FSL, 444' FWL UINTAH COUNTY, UTAH

| SECTION DETAILS | | | | | | | | | |
|-----------------|-------|--------|---------|----------|----------|------|---------|---------|--------|
| MD | Inc | Azi | TVD | +N/-S | +E/-W | DLeg | TFace | VSec | Target |
| 0.00 | 0.00 | 224.54 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 500.00 | 0.00 | 224.54 | 500.00 | 0.00 | 0.00 | 0.00 | 224.54 | 0.00 | NUDGE |
| 1000.00 | 10.00 | 224.54 | 997.47 | -31-02 | -30.53 | 2.00 | -135.46 | 43.52 | HOLD |
| 1469.67 | 10.00 | 224.54 | 1460.00 | -89.15 | -87.73 | 0.00 | 0.00 | 125.08 | KOP |
| 1894.67 | 27.00 | 224.54 | 1861.56 | -184.92 | -181.98 | 4.00 | 0.00 | 259.44 | HOLD |
| 4101.35 | 27.00 | 224.54 | 3827.73 | -898-96 | -884.67 | 0.00 | 0.00 | 1261.25 | DROP |
| 5451.35 | 0.00 | 224.54 | 5128.31 | -1121.51 | -1103.68 | 2.00 | 180.00 | 1573.49 | HOLD |
| 6818.04 | 0.00 | 224.54 | 6495.00 | -1121.51 | -1103.68 | 0.00 | 0.00 | 1573.49 | PBHL |
| | | | | | | | | | |

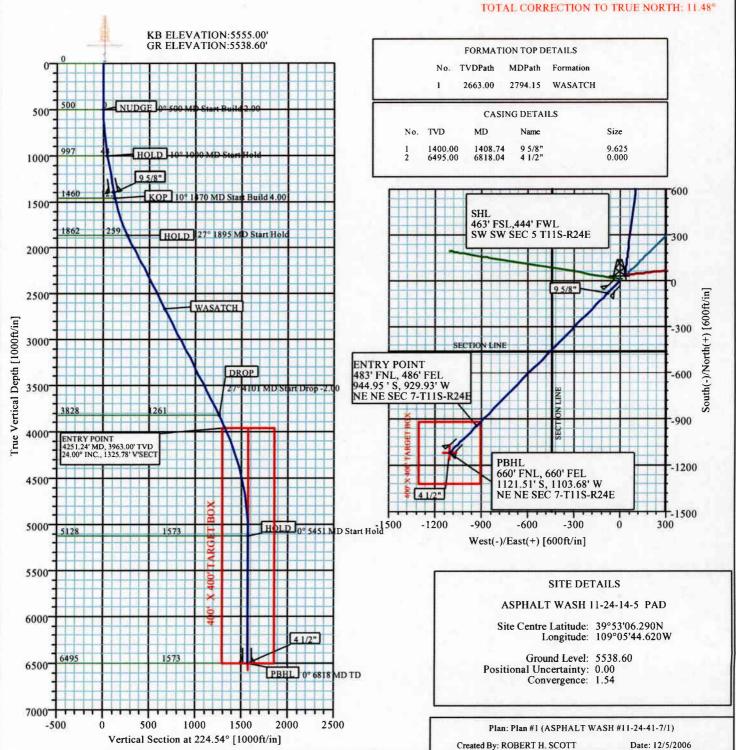


Weatherford^{*}



Azimuths to True North Magnetic North: 11.48°

> Magnetic Field Strength: 52828nT Dip Angle: 66.00° Date: 11/22/2006 Model: bggm2005



WEATHERFORD DRILLING SERVICES WELL PLAN REPORT

Company: **Enduring Resources**

Uintah, Utah

ASPHALT WASH 11-24-14-5 PAD

Well: ASPHALT WASH #11-24-41-7 12/5/2006

Time: 09:35:44

Page: Well: ASPHALT WASH #11-24-41-7

Co-ordinate(NE) Reference: SITE 5550.0

Vertical (TVD) Reference: Section (VS) Reference:

Well (0.00N,0.00E,224.54Azi)

Wellpath:

Field:

Site:

Plan:

Plan #1

Date Composed:

Minimum Curvature

Db: Sybase

Principal: Yes Version:

12/4/2006

Tied-to:

From Surface

Field: Uintah, Utah

Utah Central Zone

U.S.A.

Map System: US State Plane Coordinate System 1983 Geo Datum: GRS 1980

Sys Datum: Mean Sea Level

Map Zone: Coordinate System: Geomagnetic Model:

Survey Calculation Method:

Utah, Central Zone

Well Centre bggm2005

ASPHALT WASH #11-24-41-7

+N/-S +E/-W

-20.98 ft Northing: 7135924.21 ft -21.44 ft Easting:

2314967.14 ft

Slot Name: Latitude: Longitude:

39 53 6.083 N

44.895 W 109 5

Surface

Wellpath: 1

Current Datum:

Position Uncertainty:

Well Position:

0.00 ft

ft

Height 5550.00 ft

Drilled From: Tie-on Depth:

Above System Datum:

0.00 ft Mean Sea Level

11/22/2006 Magnetic Data: 52828 nT

Field Strength: Vertical Section:

Depth From (TVD) ft

0.00

+N/-S

Declination: Mag Dip Angle: 11.48 deg 66.00 deg

+E/-W ft

Direction deg

0.00 0.00 224.54

Site:

ASPHALT WASH 11-24-14-5 PAD

5538.60 ft

Site Position: From: Geographic Position Uncertainty:

Ground Level:

Northing: Easting: 0.00 ft

7135945.76 ft 2314988.02 ft

Latitude: Longitude:

39 6.290 N 53 109 44.620 W True

North Reference: **Grid Convergence:**

1.54 deg

Plan Section Information

| MD ft | Incl deg | Azim deg | TVD ft | +N/-S ft | ·+ E/-W ft | DLS deg/100ft | Build deg/100ft | Turn deg/100ft | TFO deg | Target |
|----------|-------------|-------------|-----------|-------------|----------------------|------------------|--------------------|-------------------|------------|-----------|
| 0.00 | 0.00 | 224.54 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 500.00 | 0.00 | 224.54 | 500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 224.54 | |
| 1000.00 | 10.00 | 224.54 | 997.47 | -31.02 | -30.53 | 2.00 | 2.00 | 0.00 | -135.46 | |
| 1469.67 | 10.00 | 224.54 | 1460.00 | -89.15 | -87.73 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 1894.67 | 27.00 | 224.54 | 1861.56 | -184.92 | -181.98 | 4.00 | 4.00 | 0.00 | 0.00 | |
| 4101.35 | 27.00 | 224.54 | 3827.73 | -898.96 | -884.67 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 5451.35 | 0.00 | 224.54 | 5128.31 | -1121.51 | -1103.68 | 2.00 | -2.00 | 0.00 | 180.00 | |
| 6818.04 | 0.00 | 224.54 | 6495.00 | -1121.51 | -1103.68 | 0.00 | 0.00 | 0.00 | 0.00 | PBHL 41-7 |

Survey

| MD ft | Incl deg | Azim deg | TVD ft | N/S ft | E/W ft | VS ft | DLS deg/100ft | Build deg/100ft | Turn deg/100ft | Comment | |
|----------|-------------|-------------|-----------|-----------|-----------|----------|------------------|------------------------|-------------------|---------|--|
| 500.00 | 0.00 | 224.54 | 500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | NUDGE | |
| 600.00 | 2.00 | 224.54 | 599.98 | -1.24 | -1.22 | 1.75 | 2.00 | 2.00 | 0.00 | | |
| 700.00 | 4.00 | 224.54 | 699.84 | -4.97 | -4.89 | 6.98 | 2.00 | 2.00 | 0.00 | | |
| 800.00 | 6.00 | 224.54 | 799.45 | -11.19 | -11.01 | 15.69 | 2.00 | 2.00 | 0.00 | | |
| 900.00 | 8.00 | 224.54 | 898.70 | -19.87 | -19.56 | 27.88 | 2.00 | 2.00 | 0.00 | | |
| 1000.00 | 10.00 | 224.54 | 997.47 | -31.02 | -30.53 | 43.52 | 2.00 | 2.00 | 0.00 | HOLD | |
| 1100.00 | 10.00 | 224.54 | 1095.95 | -43.40 | -42.71 | 60.89 | 0.00 | 0.00 | 0.00 | | |
| 1200.00 | 10.00 | 224.54 | 1194.43 | -55.77 | -54.89 | 78.25 | 0.00 | 0.00 | 0.00 | | |
| 1300.00 | 10.00 | 224.54 | 1292.91 | -68.15 | -67.07 | 95.62 | 0.00 | 0.00 | 0.00 | | |
| 1400.00 | 10.00 | 224.54 | 1391.39 | -80.53 | -79.25 | 112.98 | 0.00 | 0.00 | 0.00 | | |
| 1408.74 | 10.00 | 224.54 | 1400.00 | -81.61 | -80.31 | 114.50 | 0.00 | 0.00 | 0.00 | 9 5/8" | |
| 1469.67 | 10.00 | 224.54 | 1460.00 | -89.15 | -87.73 | 125.08 | 0.00 | 0.00 | 0.00 | KOP | |
| 1500.00 | 11.21 | 224.54 | 1489.81 | -93.13 | -91.65 | 130.66 | 4.00 | 4.00 | 0.00 | | |
| 1600.00 | 15.21 | 224.54 | 1587.14 | -109.42 | -107.68 | 153.52 | 4.00 | 4.00 | 0.00 | | |

WEATHERFORD DRILLING SERVICES WELL PLAN REPORT

Company: Enduring Resources Field:

Uintah, Utah Site:

ASPHALT WASH 11-24-14-5 PAD

ASPHALT WASH #11-24-41-7

Well: Wellpath: 1 Date: 12/5/2006

Survey Calculation Method:

Time: 09:35:44 Page: :: Well: ASPHALT WASH #11-24-41-7 SITE 5550.0

Co-ordinate(NE) Reference: Vertical (TVD) Reference:

Section (VS) Reference:

Well (0.00N,0.00E,224.54Azi) Minimum Curvature

Db: Sybase

| C | |
|------|------|
| 2011 | rvev |

| MD ft | Incl deg | Azim deg | TVD ft | N/S ft | E/W ft | VS ft | DLS deg/100ft | Build deg/100ft | Turn deg/100ft | Comment |
|--------------------|-------------|------------------------------|-----------|-----------|-------------------|----------|------------------|--------------------|-------------------|---------|
| 1700.00 | 19.21 | 224.54 | 1682.65 | -130.51 | -128.43 | 183.10 | 4.00 | 4.00 | 0.00 | |
| 1800.00 | 23.21 | 224.54 | 1775.85 | -156.29 | -153.81 | 219.28 | 4.00 | 4.00 | 0.00 | |
| 1894.67 | 27.00 | 224.54 | 1861.56 | -184.92 | -181.98 | 259.44 | 4.00 | 4.00 | 0.00 | HOLD |
| 1900.00 | 27.00 | 224.54 | 1866.31 | -186.64 | -183.67 | 261.86 | 0.00 | 0.00 | 0.00 | HOLD |
| | | | | | | | | | | |
| 2000.00 | 27.00 | 224.54 | 1955.41 | -219.00 | -215.52 | 307.26 | 0.00 | 0.00 | 0.00 | |
| 2100.00 | 27.00 | 224.54 | 2044.51 | -251.36 | -247.36 | 352.66 | 0.00 | 0.00 | 0.00 | |
| 2200.00 | 27.00 | 224.54 | 2133.61 | -283.71 | -279.20 | 398.06 | 0.00 | 0.00 | 0.00 | |
| 2300.00 | 27.00 | 224.54 | 2222.71 | -316.07 | -311.05 | 443.46 | 0.00 | 0.00 | 0.00 | |
| 2400.00 | 27.00 | 224.54 | 2311.81 | -348.43 | -342.89 | 488.86 | 0.00 | 0.00 | 0.00 | |
| 2500.00 | 27.00 | 224.54 | 2400.91 | -380.79 | -374.74 | 534.25 | 0.00 | 0.00 | 0.00 | |
| 2600.00 | 27.00 | 224.54 | 2490.01 | -413.15 | -406.58 | 579.65 | 0.00 | 0.00 | 0.00 | |
| 2700.00 | 27.00 | 224.54 | 2579.12 | -445.51 | -438.42 | 625.05 | 0.00 | 0.00 | 0.00 | |
| 2794.15 | 27.00 | 224.54 | 2663.00 | -475.97 | -468.40 | 667.79 | 0.00 | 0.00 | 0.00 | WASATCH |
| 2800.00 | 27.00 | 224.54 | 2668.22 | -477.86 | -470.27 | 670.45 | 0.00 | 0.00 | 0.00 | |
| 2900.00 | 27.00 | 224.54 | 2757.32 | -510.22 | -502.11 | 715.85 | 0.00 | 0.00 | 0.00 | |
| 3000.00 | 27.00 | 224.54 | 2846.42 | -542.58 | -533.96 | 761.25 | 0.00 | 0.00 | 0.00 | |
| 0000.00 | | | | | | | | | | |
| 3100.00 | 27.00 | 224.54 | 2935.52 | -574.94 | -565.80 | 806.65 | 0.00 | 0.00 | 0.00 | |
| 3200.00 | 27.00 | 224.54 | 3024.62 | -607.30 | -597.64 | 852.05 | 0.00 | 0.00 | 0.00 | |
| 3300.00 | 27.00 | 224.54 | 3113.72 | -639.65 | 629.49 | 897.45 | 0.00 | 0.00 | 0.00 | |
| 3400.00 | 27.00 | 224.54 | 3202.82 | -672.01 | -661.33 | 942.85 | 0.00 | 0.00 | 0.00 | |
| 3500.00 | 27.00 | 224.54 | 3291.92 | -704.37 | -693.17 | 988.24 | 0.00 | 0.00 | 0.00 | |
| 3600.00 | 27.00 | 224.54 | 3381.02 | -736.73 | -725.02 | 1033.64 | 0.00 | 0.00 | 0.00 | |
| 3700.00 | 27.00 | 224.54 | 3470.12 | -769.09 | ·756.86 | 1033.04 | 0.00 | 0.00 | 0.00 | |
| 3800.00 | 27.00 | | 3559.22 | | ·788.71 | 1124.44 | | 0.00 | | |
| | | 224.54 | | -801.44 | | | 0.00 | | 0.00 | |
| 3900.00 | 27.00 | 224.54 | 3648.32 | -833.80 | -820.55 052.20 | 1169.84 | 0.00 | 0.00 | 0.00 | |
| 4000.00 | 27.00 | 224.54 | 3737.42 | -866.16 | -852.39 | 1215.24 | 0.00 | 0.00 | 0.00 | |
| 4100.00 | 27.00 | 224.54 | 3826.52 | -898.52 | -884.24 | 1260.64 | 0.00 | 0.00 | 0.00 | |
| 4101.35 | 27.00 | 224.54 | 3827.73 | -898.96 | -884.67 | 1261.25 | 0.00 | 0.00 | 0.00 | DROP |
| 4200.00 | 25.03 | 224.54 | 3916.38 | -929.79 | 915.01 | 1304.52 | 2.00 | -2.00 | 0.00 | |
| 4251.24 | 24.00 | 224.54 | 3963.00 | -944.95 | -929.93 | 1325.78 | 2.00 | -2.00 | 0.00 | ENTRY |
| 4300.00 | 23.03 | 224.54 | 4007.71 | -958.81 | 943.57 | 1345.23 | 2.00 | -2.00 | 0.00 | 2 |
| 4400.00 | 21.03 | 224.54 | 4100.41 | -985.54 | -969.88 | 1382.73 | 2.00 | -2.00 | 0.00 | |
| 4500.00 | 19.03 | 224.54 | | -1009.95 | -993.90 | 1416.98 | 2.00 | -2.00 | 0.00 | |
| 4600.00 | 17.03 | 224.54 | 4289.44 | -1003.00 | -1015.60 | 1447.92 | 2.00 | -2.00 | 0.00 | |
| 4700.00 4700.00 | 15.03 | 224.54 | 4385.55 | -1052.01 | -1015.60 | 1447.92 | 2.00 | -2.00 -2.00 | 0.00 | |
| 4700.00 4800.00 | 13.03 | 224.5 4 224.54 | | -1068.96 | -1054.97 | 1475.55 | 2.00 | -2.00 -2.00 | 0.00 | |
| -500.00 | 13.03 | ZZ4.0 4 | 4402.30 | - 1000.90 | | 1438.77 | 2.00 | -2.00 | 0.00 | |
| 4900.00 | 11.03 | 224.54 | | -1083.81 | -1066.58 | 1520.60 | 2.00 | -2.00 | 0.00 | |
| 5000.00 | 9.03 | 224.54 | | -1096.22 | -1078.79 | 1538.01 | 2.00 | -2.00 | 0.00 | |
| 5100.00 | 7.03 | 224.54 | | -1106.17 | | 1551.98 | 2.00 | -2.00 | 0.00 | |
| 5200.00 | 5.03 | 224.54 | | -1113.65 | | 1562.48 | 2.00 | -2.00 | 0.00 | |
| 5300.00 | 3.03 | 224.54 | | | -1100.88 | 1569.50 | 2.00 | -2.00 | 0.00 | |
| 5400.00 | 1.03 | 224.54 | 5076.97 | -1121.18 | -1103.36 | 1573.03 | 2.00 | -2.00 | 0.00 | |
| 5451.35 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 2.00 | -2.00 | 0.00 | HOLD |
| 5500.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 5600.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 5700.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| | 0.00 | 227.07 | 00,0.00 | 1121.01 | 1100.00 | 1070.70 | 5.00 | 3.00 | 5.00 | |
| 5800.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 5900.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 00.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 6100.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 6200.00 | 0.00 | 224.54 | | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| | | | | | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |

WEATHERFORD DRILLING SERVICES WELL PLAN REPORT

Company: Enduring Resources Field: Uintah, Utah

ASPHALT WASH 11-24-14-5 PAD

Site: Well:

ASPHALT WASH #11-24-41-7

Wellpath: 1

Date: 12/5/2006

Section (VS) Reference:

Survey Calculation Method:

Co-ordinate(NE) Reference: Vertical (TVD) Reference:

Time: 09:35:44 Page: :: Well: ASPHALT WASH #11-24-41-7 SITE 5550.0

Well (0.00N,0.00E,224.54Azi) Minimum Curvature

Db: Sybase

| S | u | r | V | e |
|---|---|---|---|----|
| ~ | _ | • | • | ٠. |

| MD ft | Incl deg | Azim deg | TVD ft | N/S ft | E/W ft | VS ft | DLS deg/100ft | Build deg/100ft | Turn deg/100ft | Comment |
|----------|-------------|-------------|-----------|-----------|-----------|----------|------------------|--------------------|-------------------|-----------|
| 6400. | 0.00 | 224.54 | 6076.96 | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 6500. | 0.00 | 224.54 | 6176.96 | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 6600. | 0.00 | 224.54 | 6276.96 | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 6700. | 0.00 | 224.54 | 6376.96 | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 6800. | 00.00 | 224.54 | 6476.96 | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | |
| 6818. | 0.00 | 224.54 | 6495.00 | -1121.51 | -1103.68 | 1573.49 | 0.00 | 0.00 | 0.00 | PBHL_41-7 |

Targets

| Name | Description Dip. | Dir. | TVD ft | +N/-S ft | +E/-W ft | Map Northing ft | Map Easting ft | < Latitude> Deg Min Sec | < Longitude> Deg Min Sec |
|--|---------------------|------|-----------|-------------|-------------|-----------------------|----------------------|-------------------------|-----------------------------|
| PBHL_41-7 -Rectangle (4 -Plan hit targ | | | 6495.00 | -1121.51 | -1103.68 | 7134773.442 | 2313894.01 | 39 52 54.998 N | 109 5 59.054 W |

Annotation

| MD ft | TVD ft | | |
|----------|-----------|-------|--|
| 500.00 | 500.00 | NUDGE | |
| 1000.00 | 997.47 | HOLD | |
| 1469.67 | 1460.00 | KOP | |
| 1894.67 | 1861.56 | HOLD | |
| 4101.35 | 3827.73 | DROP | |
| 4251.24 | 3963.00 | ENTRY | |
| 5451.35 | 5128.31 | HOLD | |
| 6818.04 | 6495.00 | PBHL | |

Formations

| MD ft | TVD ft | Formations | Lithology | Dip Angle deg | Dip Direction deg |
|----------|-----------|------------|-----------|------------------|-------------------|
| 2794.15 | 2663.00 | WASATCH | | 0.00 | 0.00 |

Casing Points

| MD | TVD | Diameter | Hole Size | Name |
|---------|---------|----------|-----------|--------|
| ft | ft | in | in | |
| 1408.74 | 1400.00 | 9.625 | 12.250 | 9 5/8" |
| | 6495.00 | 0.000 | 0.000 | 4 1/2" |

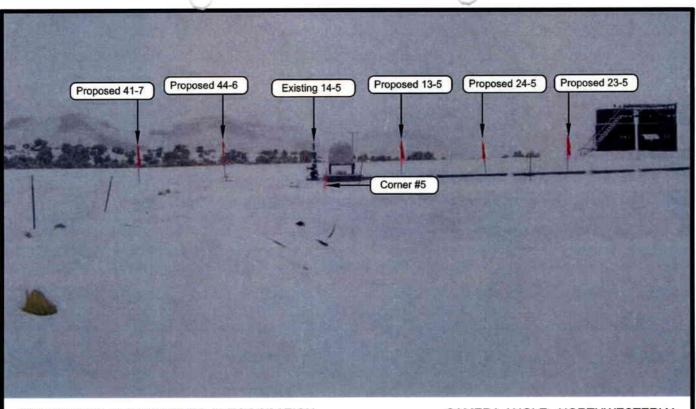


PHOTO VIEW: FROM CORNER #5 TO LOCATION

CAMERA ANGLE: NORTHWESTERLY



PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: NORTHERLY

ENDURING RESOURCES

Asphalt Wash 11-24-41-7

Other wells on this pad: Asphalt Wash 11-24-14-5, Asphalt Wash 11-24-23-5, Asphalt Wash 11-24-24-5, Asphalt Wash 11-24-44-6 & Asphalt Wash 11-24-13-5 SECTION 5, T11S, R24E, S.L.B.&M. (Surface)

LOCATION PHOTOS

DATE TAKEN: 12-15-06 DATE DRAWN: 12-27-06

TAKEN BY: M.S.B. DRAWN BY: M.W.W.

REVISED:

Timberline Land Surveying, Inc. 38 West 100 North Vernal, Utah 84078 (435) 789-1365

SHEET **OF 11**

WELL PAD INTERFERENCE PLAT

ASPHALT WASH 11-24-41-7, ASPHALT WASH 11-24-44-6, ASPHALT WASH 11-24-14-5, ASPHALT WASH 11-24-13-5. ASPHALT WASH 11-24-24-5 & ASPHALT WASH 11-24-23-5

- 1490.90

2

9

ASH

24-13-

ASPHALT

SURFACE POSITION FOOTAGES:

ASPHALT WASH 11-24-41-7 471' FSL & 440' FWL

ASPHALT WASH 11-24-44-6 478' FSL & 453' FWL

ASPHALT WASH 11-24-13-5 492' FSL & 479' FWL

ASPHALT WASH 11-24-24-5 499' FSL & 492' FWL

ASPHALT WASH 11-24-23-5 506' FSL & 506' FWL

BOTTOM HOLE FOOTAGES

ASPHALT WASH 11-24-41-7 660' FNL & 660' FEL

ASPHALT WASH 11-24-44-6 656' FSL & 660' FEL

ASPHALT WASH 11-24-13-5 1972' FSL & 660' FWL

ASPHALT WASH 11-24-24-5 655' FSL & 1981' FWL

ASPHALT WASH 11-24-23-5 1687' FSL & 1693' FWL

Vertical

WASH 11-24-44-6

ASPHALT

WELL:

EXISTING

WASH

Well

BASIS OF BEARINGS IS THE WEST LINE OF THE SW 1/4 OF SECTION 5, T11S, R24E. S.L.B.&M. WHICH IS TAKEN FROM GLOBAL POSITIONING SATELLITE OBSERVATIONS TO BEAR NO0°02'00"W.

BASIS OF ELEVATION IS BENCH MARK 87 EAM LOCATED IN THE SE 1/4 SW 1/4 OF SECTION 1, T12S, R23E, S.L.B.&M. ELEVATION OF THIS BENCH MARK IS SHOWN ON THE ARCHY BENCH SE 7.5 MIN. QUADRANGLE AS BEING 5887'.

LATITUDE & LONGITUDE Surface Position - (NAD 83) Autonomous WELL N. LATITUDE W. LONGITUDE 41 - 739'53'06.10" 10915'44.95' 44 - 639*53'06.17" 10915'44.78" 13 - 539*53'06.31" 10915'44.44' 24 - 539*53'06.38" 10915'44.27' 23-5 39*53'06.45" 109'15'44.10"

N80.53'01"W - 1127.03"

(To Bottom Hole) GRADED GROUND ELEVATION OF PAD IS 5537.2'

10915'28.88

LATITUDE & LONGITUDE Bottom Hole - (NAD 83) Autonomous WELL N. LATITUDE W. LONGITUDE 41 - 739'52'54.94" 109'15'59.05' 44-6 39'53'07.94" 10915'59.05' 13-5 39*53'20.93" 10915'42.13" 24 - 539'53'07.91' 109"15'25.18'

N84°03'27"E - 1496.63" (To Bottom Hole)

PIT AREA SCALE

| RELATIVE COORDINATES From Surface Position to Bottom Hole | | | | | | | | | |
|---|---------|---------|--|--|--|--|--|--|--|
| WELL | NORTH | EAST | | | | | | | |
| 41-7 | -1,130° | -1,099" | | | | | | | |
| 44-6 | 179' | -1,113' | | | | | | | |

13 - 51.480 180' 24 - 5155' 1,489 23 - 51,180 1,187

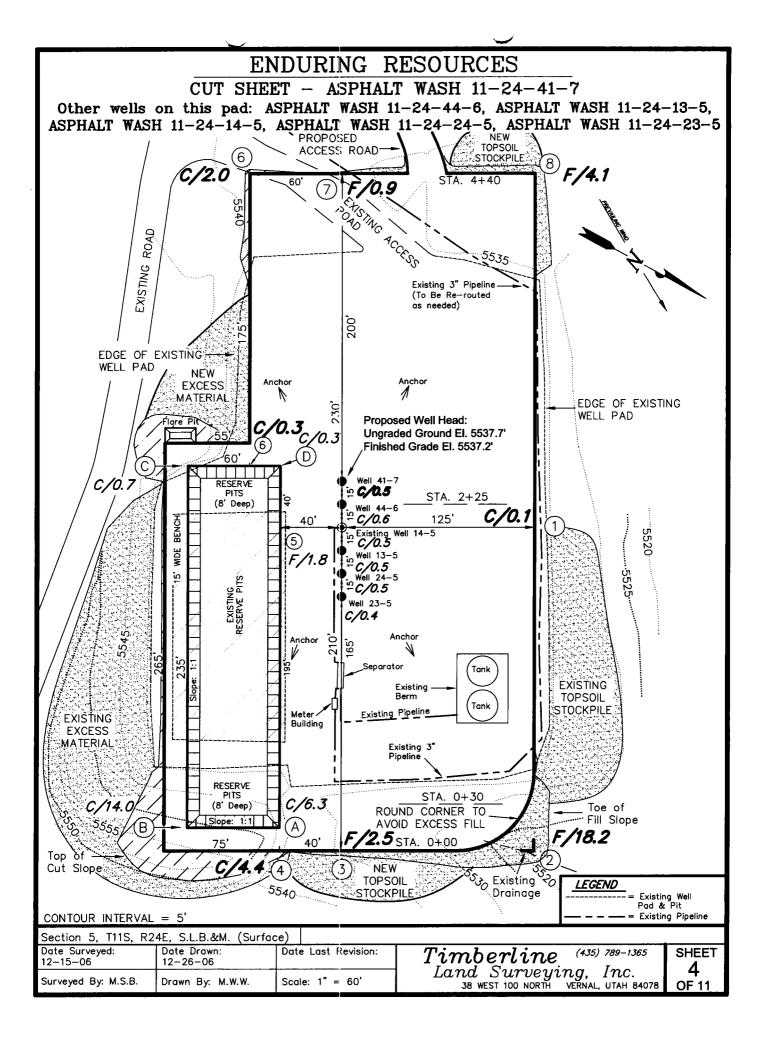
Section 5, T11S, R24E, S.L.B.&M. (Surface)

39*53'18.11"

23 - 5

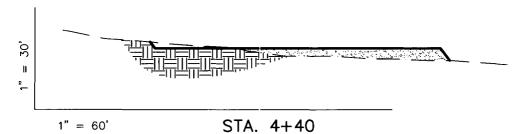
Date Surveyed: Date Drawn: Date Last Fevision: 12-15-06 12-28-06 Surveyed By: M.S.B. Drawn By: M.W.W. Scale: 1" = 60'

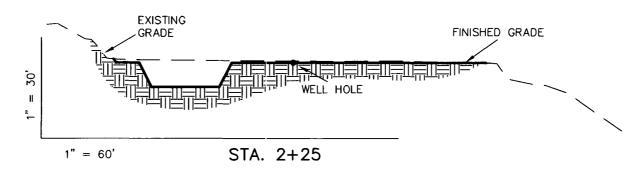
(435) 789-1365 TimberlineLand Surveying, Inc.
38 WEST 100 NORTH VERNAL, UTAH 84078 SHEET 3 **OF 11**

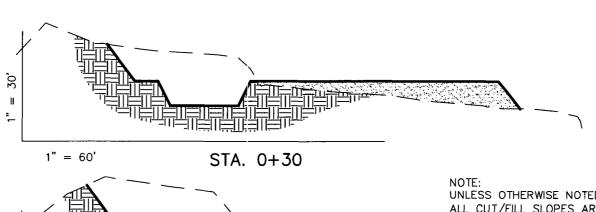


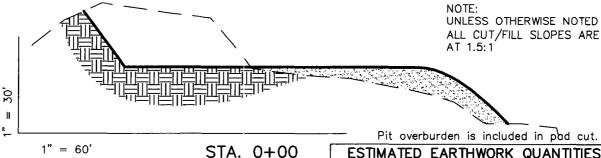
CROSS SECTIONS - ASPHALT WASH 11-24-41-7

Other wells on this pad: ASPHALT WASH 11-24-44-6, ASPHALT WASH 11-24-13-5, ASPHALT WASH 11-24-14-5, ASPHALT WASH 11-24-23-5









REFERENCE POINTS

245 NORTHEASTERLY = 5539.8'

295' NORTHEASTERLY = 5543.7'

175' NORTHWESTERLY = 5528.7' 225' NORTHWESTERLY = 5511.5'

ESTIMATED EARTHWORK QUANTITIES (No shrink or swell adjustments have been used) (Expressed in Cubic Yards)

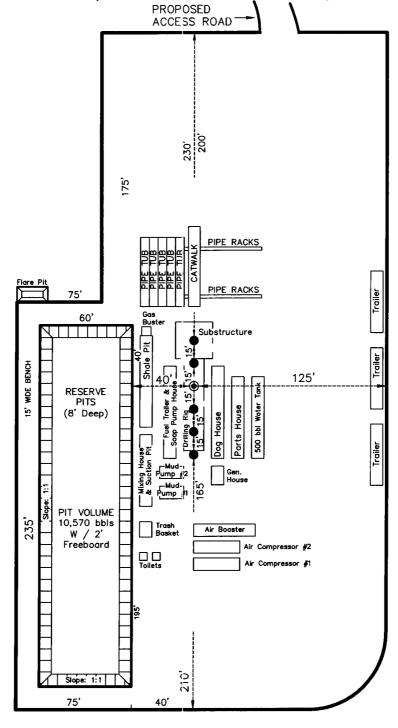
| ITEM | CUT | FILL | 6" TOPSOIL | EXCESS |
|--------|-------|-------|-------------------------|--------|
| PAD | 2,950 | 2,950 | Topsoil is not included | 0 |
| PIT | 1,220 | 0 | in Pad Cut | 1,220 |
| TOTALS | 4,170 | 2,950 | 1,630 | 1,220 |

Excess Material after Pit Rehabilitation = 0 Cu. Yds.

| Section 5, T11S, R2 | 24E, S.L.B.&M. (Surf | ace) | | |
|----------------------------|-------------------------|----------------------|---|-------|
| Date Surveyed: 12-15-06 | Date Drawn: 12-26-06 | Date Last Flevision: | <i>Timberline</i> (435) 789-1365 | SHEET |
| Surveyed By: M.S.B. | Drawn By: M.W.W. | Scale: 1" = 60' | Land Surveying, Inc. 38 WEST 100 NORTH VERNAL, UTAH 84078 | OF 11 |

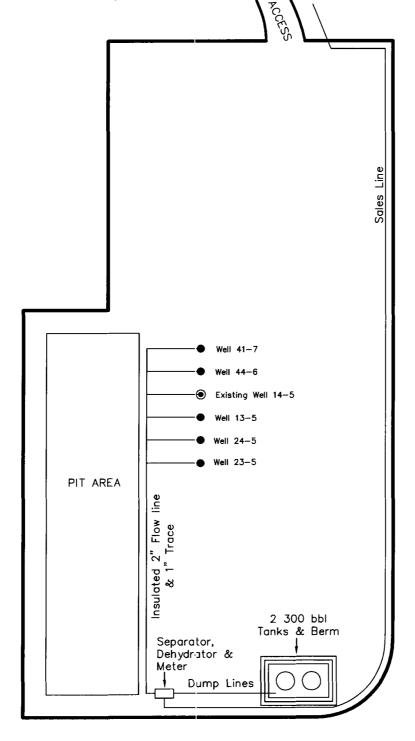
TYPICAL RIG LAYOUT -- ASPHALT WASH 11-24-41-7

Other wells on this pad: ASPHALT WASH 11-24-44-6, ASPHALT WASH 11-24-13-5, ASPHALT WASH 11-24-14-5, ASPHALT WASH 11-24-23-5

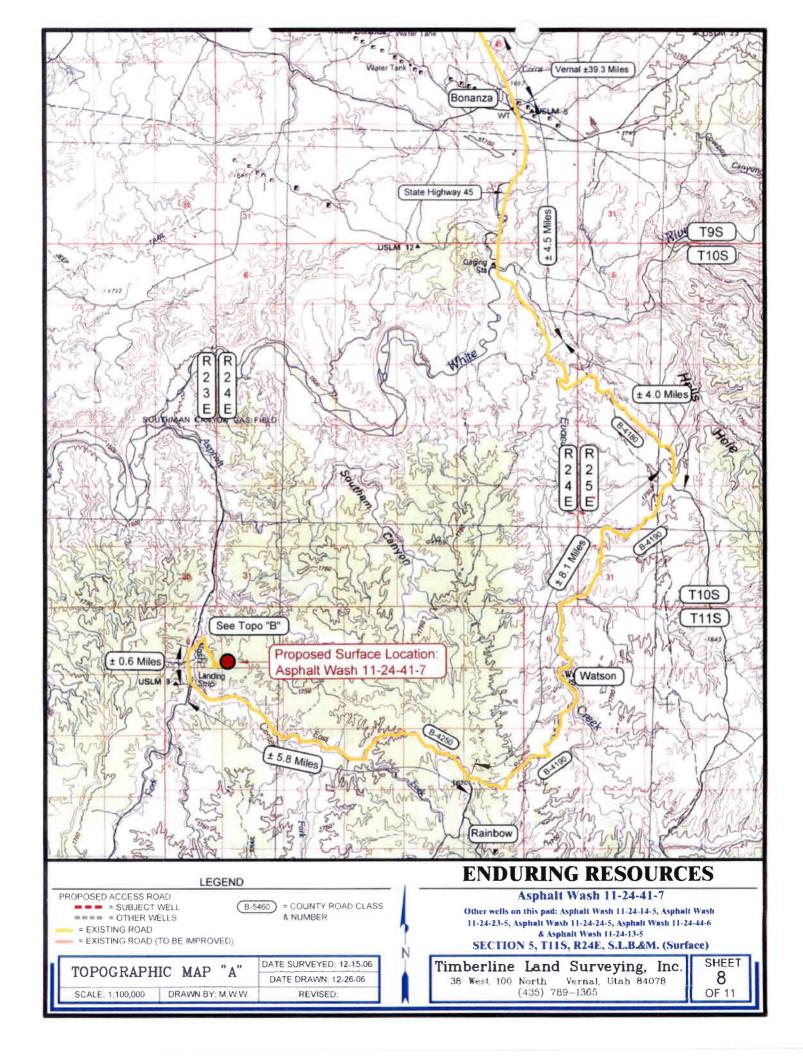


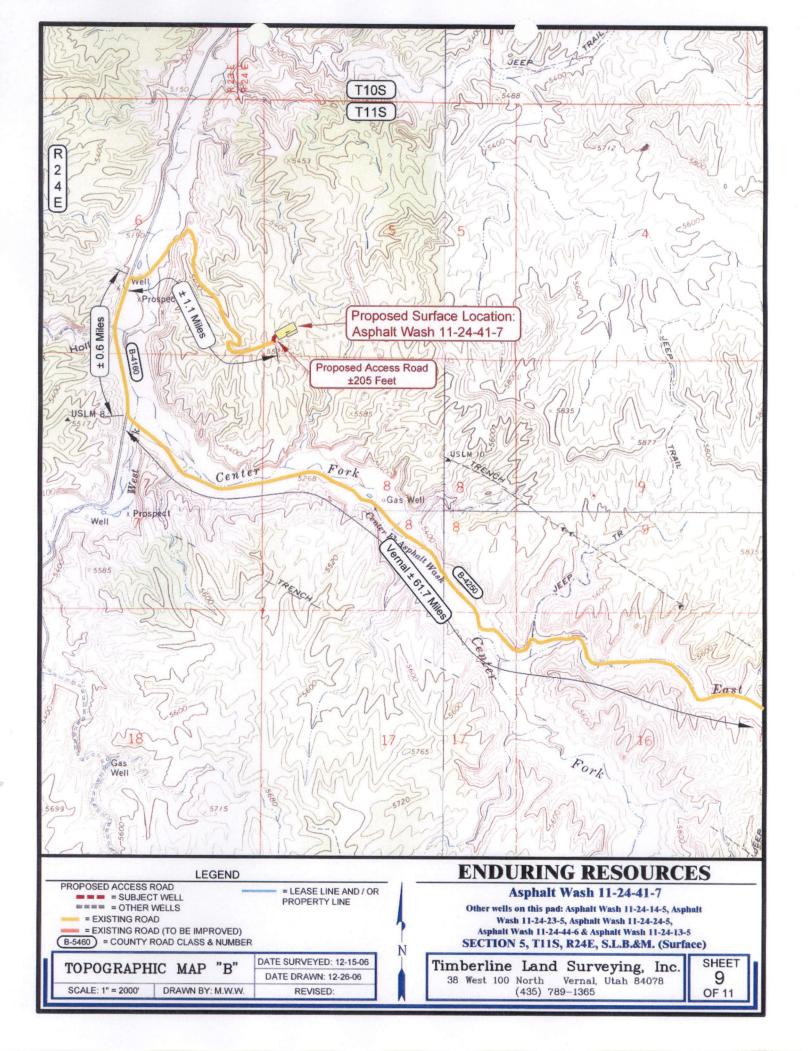
| Section 5, T11S, R | 24E, S.L.B.&M. (Surf | ace) | | |
|----------------------------|-------------------------|---------------------|---|-------|
| Date Surveyed: 12-15-06 | Date Drawn: 12-26-06 | Date Last Revision: | <i>Timberline</i> . (435) 789-1365 | SHEET |
| Surveyed By: M.S.B. | Drawn By: M.W.W. | Scale: 1" = 60' | Land Surveying, Inc. 38 WEST 100 NORTH VERNAL, UTAH 84078 | OF 11 |

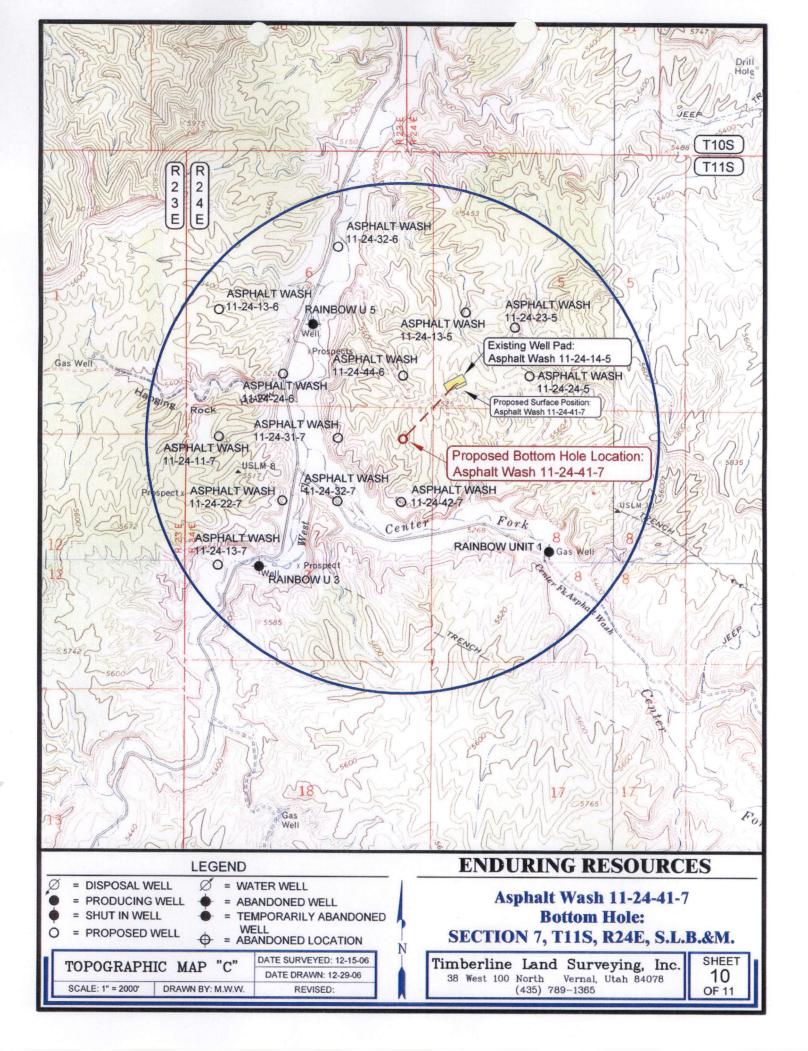
TYPICAL PRODUCTION LAYOUT - ASPHALT WASH 11-24-41-7 Other wells on this pad: ASPHALT WASH 11-24-44-6, ASPHALT WASH 11-24-13-5, ASPHALT WASH 11-24-14-5, ASPHALT WASH 11-24-23-5

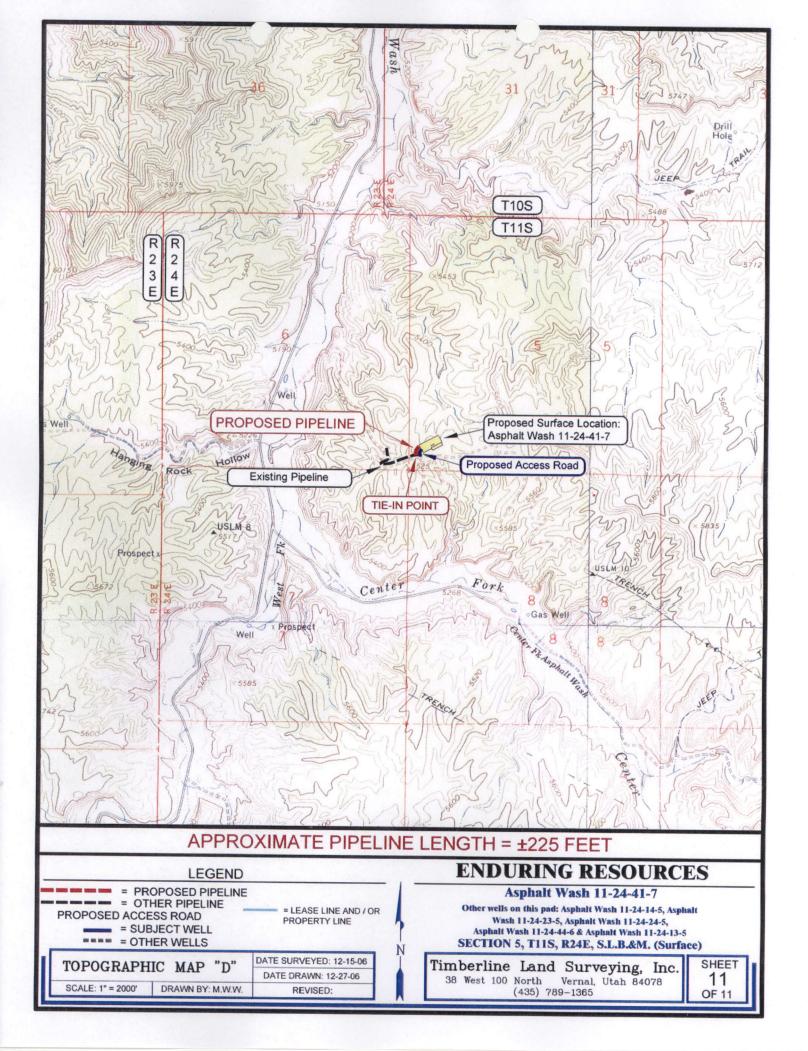


| Section 5, T11S, R24E, S.L.B.&M. (Surface) | | | | | | |
|--|-------------------------|---------------------|---|------------|--|--|
| Date Surveyed: 12-15-06 | Date Drawn: 12-26-06 | Date Last Revision: | Timberline (435) 789–1365 | SHEET 7 | | |
| Surveyed By: M.S.B. | Drawn By: M.W.W. | Scale: 1" = 60' | Land Surveying, Inc. 38 WEST 100 NORTH VERNAL, UTAH 84078 | OF 11 | | |



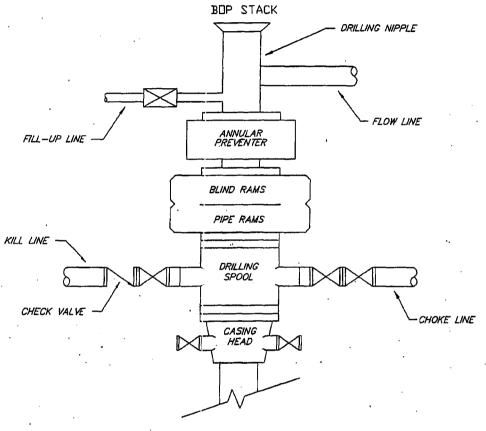




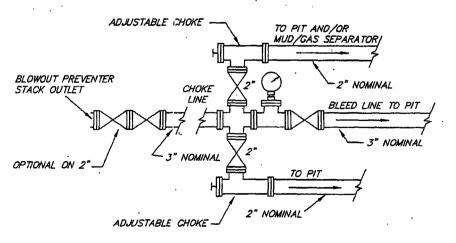


ENDURING RESOURCES, LLC

TYPICAL 3,000 p.s.i.
BLOWOUT PREVENTER SCHEMATIC

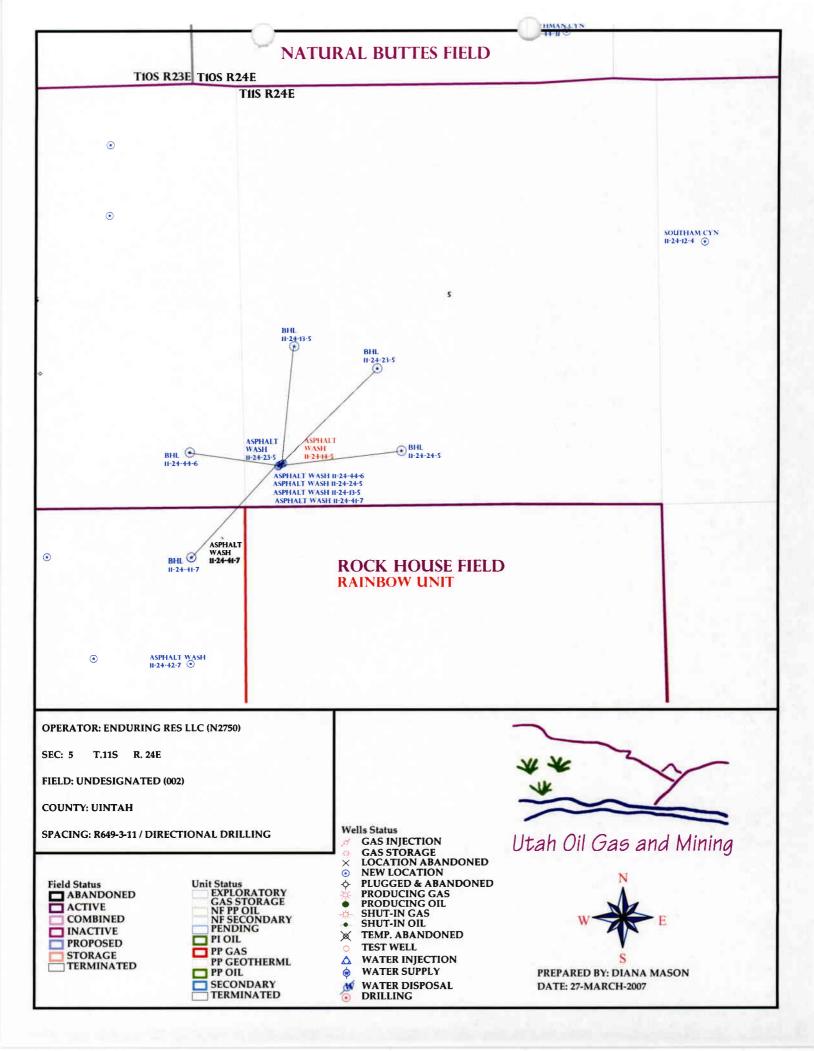


TYPICAL 3,000 prs.i. CHOKE MANIFOLD SCHEMATIC



WORKSHEET APPLICATION FOR PERMIT TO DRILL

| | | | | ••• | |
|---|-------------------------|---|--------------|--------------|--|
| APD RECEIVED: 03/23/2007 | | API NO. ASSIG | SNED: 43-047 | 7-39164 | |
| WELL NAME: ASPHALT WASH 11-24-41-7 | | | _ | | |
| OPERATOR: ENDURING RESOURCES, LLC (N2750) |) | PHONE NUMBER: | 303-350-5719 | 9 | |
| CONTACT: EVETTE BISSETT | | | | | |
| contract. | | | | | |
| PROPOSED LOCATION: | | INSPECT LOCATN | BY: / | | |
| SWSW 05 110S 240E | | Tech Review | Initials | Date | |
| Sec 7. SURFACE: 0471 FSL 0440 FWL BOTTOM: 0660 FNL 0660 FEL NENE | | Engineering | | | |
| COUNTY: UINTAH | | Geology | | | |
| LATITUDE: 39.88511 LONGITUDE: ~109.2618 UTM SURF EASTINGS: 648632 NORTHINGS: 4416 | 241 | Surface | | | |
| FIELD NAME: UNDESIGNATED (2 | | | <u> </u> | | |
| LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-73919 SURFACE OWNER: 1 - Federal | | PROPOSED FORMAT | |) = | |
| RECEIVED AND/OR REVIEWED: | LOCATIO | ON AND SITING: | | | |
| ✓ Plat | Re | 649-2-3. | | | |
| Bond: Fed[1] Ind[] Sta[] Fee[] | Unit: R649-3-2. General | | | | |
| (No. RLB0008031) | | | | | |
| Potash (Y/N) | | | | | |
| Oil Shale 190-5 (B) or 190-3 or 190-13 | s: | Siting: 460 From Qtr/Qtr & 920' Between Wells | | | |
| Water Permit | Re | 549-3-3. Excep | tion | | |
| (No. 49-2249) | Di | rilling Unit | | | |
| RDCC Review (Y/N) | | Board Cause No: | | | |
| (Date:) | I | Eff Date: | | | |
| Fee Surf Agreement (Y/N) | ٤ | Siting: | | | |
| <u>ln</u> Intent to Commingle (Y/N) | R6 | 549-3-11. Dire | ctional Dril | .1 | |
| COMMENTS: | = | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| STIPULATIONS: 1- Colera Oper oval | | | | | |
| 2-1 Spanne Stre | <u> </u> | | | | |
| - Space Ont | | | | - | |
| J | | | | | |





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

March 28, 2007

Enduring Resources, LLC 475 17th St., Ste. 1500 Denver, CO 80202

Re: Asphalt Wash 11-24-41-7 Well, Surface Location 471' FSL, 440' FWL, SW SW, Sec. 5, T. 11 South, R. 24 East, Bottom Location 660' FNL, 660' FEL, NE NE, Sec. 7, T. 11 South, R. 24 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39164.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc: Uintah County Assessor (via e-mail)

Bureau of Land Management, Vernal District Office

| Operator: | Enduring Resources, LLC | | | | | |
|-------------------------|-------------------------|-------------------|------------|--|--|--|
| Well Name & Number | Asphalt Wash 11-24-41-7 | | | | | |
| API Number: | 43-047-39164 | | | | | |
| Lease: | UTU-73919 | | | | | |
| Surface Location: SW SW | Sec. 5 | T. 11 South | R. 24 East | | | |
| Bottom Location: NE NE | Sec7_ | 7_ T. 11 South R. | | | | |
| | Conditions of A | nnrovol | | | | |

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.
- 6. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Form 3160 -3 (April 2004)

RECEIVED

MAR 2 5 2007

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAULOF LAND MANAGEMENT.

 Lease Serial No. UTU-73919

| APPLICATION FOR PERMIT TO | DRILL O | LAMENTERNA | L, UI | 6. If Indian, Allotee | or Tribe Name | |
|--|-----------------------------------|---|----------------|---|----------------------------|--|
| ia. Type of work: DRILL REENTER | | | | 7 If Unit or CA Agreement, Name and No. N/A | | |
| lb. Type of Well: ☐ Oil Well | Si | ngle Zone 🗸 Multip | ole Zone | 8. Lease Name and V Asphalt Wash | | |
| 2. Name of Operator Enduring Resources, LLC | ` | | | 9. API Well No. | 1 3916A | |
| 3a. Address 475 17th Street, Suite 1500 Denver, CO 80202 | |). (include area code) 50-5719 | | 10. Field and Pool, or I Undesignated | Exploratory | |
| 4. Location of Well (Report location clearly and in accordance with an At surface SWSW 471' FSL - 440' FWL - At proposed prod. zone NENE 660' FNL - 660' FEL - | Lot 5 | | | 11. Sec., T. R. M. or B Sec 5 T11S R2 | | |
| At proposed prod. zone NENE 660' FNL - 660' FEL - 4. Distance in miles and direction from nearest town or post office* 63.4 miles South of Vernal, UT | : | | | 12. County or Parish Uintah | I3. State | |
| 5. Distance from proposed* 10cation to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) | 16. No. of a | acres in lease | 17. Spacir | g Unit dedicated to this v | well | |
| 8. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1000' + | 19. Propose 6818 | d Depth | | BIA Bond No. on file - UTB000173 | | |
| 1. Elevations (Show whether DF, KDB, RT, GL, etc.) 5553' RT-KB | 22. Approxi | mate date work will star 04/30/2007 | rt* | 23. Estimated duration 20 days | n | |
| | 24. Atta | | | | | |
| he following, completed in accordance with the requirements of Onsho | re Oil and Gas | Order No.1, shall be a | ttached to th | is form: | | |
| . Well plat certified by a registered surveyor. A Drilling Plan. | | 4 Bond to cover the ltem 20 above). | he operation | ns unless covered by an | existing bond on file (see | |
| A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office). | Lands, the | 5. Operator certific 6. Such other sife authorized office | specific inf | ormation and/or plans as | may be required by the | |
| 5. Signature Guelle Bresitt | 1. | (Printed Typed) Evette Bissett | | | Date 03/20/2007 | |
| itle Regulatory Affairs Assistant | | | | | | |
| pproved by (Signature) | Name | (Printed/Typed) | | | Date | |
| itle Stant Feld Benegat 1 | Office | ELLY KENCZ | LA | | 3-6-2008 | |
| Application approval does not warrant or certify that the applicant hold | is legal or equi | table title to those righ | ts in the sul | ject lease which would e | entitle the applicant to | |
| conduct operations thereon. Conditions of approval, if any, are attached. | TO | VS OF | AP | PROV | ALATIAC | |
| itle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a c tates any false, fictitious or fraudulent statements or representations as | rime for any p to any matter v | erson knowingly and vithin its jurisdiction. | willfully to r | nake to any department of | or agency of the United | |

*(Instructions on page 2)

NOTICE OF APPROVAL

RECEIVED

MAR 1 0 2008

DIV. OF OIL, GAS & MINING





UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: **Enduring Resources, LLC** Location:

Lot 5, Sec. 5, T11S, R24E (S)

Lot 1, Sec. 7, T11S, R24E (B)

Well No:

Asphalt Wash 11-24-41-7

170 South 500 East

Lease No:

UTU-73919

API No:

Agreement:

43-047-39164

N/A

| Title | Name | Office Phone Number | Cell Phone Number |
|-----------------------------------|-----------------|---------------------|-------------------|
| Petroleum Engineer: | Matt Baker | (435) 781-4490 | (435) 828-4470 |
| Petroleum Engineer: | Michael Lee | (435) 781-4432 | (435) 828-7875 |
| Petroleum Engineer: | James Ashley | (435) 781-4470 | (435) 828-7874 |
| Petroleum Engineer: | Ryan Angus | (435) 781-4430 | (435) 828-7368 |
| Supervisory Petroleum Technician: | Jamie Sparger | (435) 781-4502 | (435) 828-3913 |
| Supervisory NRS: | Karl Wright | (435) 781-4484 | (435) 828-7381 |
| NRS/Enviro Scientist: | Holly Villa | (435) 781-4404 | |
| NRS/Enviro Scientist: | Chuck MacDonald | (435) 781-4441 | (435) 828-7481 |
| NRS/Enviro Scientist: | Michael Cutler | (435) 781-3401 | (435) 828-3546 |
| NRS/Enviro Scientist: | Anna Figueroa | (435) 781-3407 | (435) 828-3548 |
| NRS/Enviro Scientist: | Verlyn Pindell | (435) 781-3402 | (435) 828-3547 |
| NRS/Enviro Scientist: | Darren Williams | (435) 781-4447 | |
| NRS/Enviro Scientist: | Nathan Packer | (435) 781-3405 | (435) 828-3545 |
| | | Fax: (435) 781-4410 | |

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

| Location Construction (Notify Environmental Scientist) | - | Forty-Eight (48) hours prior to construction of location and access roads. |
|--|----|--|
| Location Completion | - | Prior to moving on the drilling rig. |
| (Notify Environmental Scientist) | | |
| Spud Notice | - | Twenty-Four (24) hours prior to spudding the well. |
| (Notify Petroleum Engineer) | | |
| Casing String & Cementing | - | Twenty-Four (24) hours prior to running casing and cementing |
| (Notify Supv. Petroleum Tech.) | | all casing strings. |
| BOP & Related Equipment Tests | - | Twenty-Four (24) hours prior to initiating pressure tests. |
| (Notify Supv. Petroleum Tech.) | | |
| First Production Notice | - | Within Five (5) business days after new well begins or |
| (Notify Petroleum Engineer) | | production resumes after well has been off production for more |
| | .* | than ninety (90) days. |

COAs: Page 2 of 9 Well: Asphalt Wash 11-24-41-7

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

Surface COAs:

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

Site Specific COAs:

This well is located within the Resource Development Group (RDG) EIS project boundary, any additional mitigation or COA's approved in the Final RDG EIS Record of Decision are also applicable to approval of this proposed action.

Mitigation

- Threatened and Endangered Fish Mitigation for Water Supply
 - 1. The best method to avoid entrainment is to pump from an off-channel location one that does not connect to the river during high spring flows. An infiltration gallery constructed in a BLM and Service approved location is best.
 - 2. If the pump head is located in the river channel where larval fish are known to occur, the following measures apply:
 - a. do not situate the pump in a low-flow or no-flow area as these habitats tend to concentrate larval fishes;
 - b. limit the amount of pumping, to the greatest extent possible, during that period of the year when larval fish may be present (see above); and
 - c. limit the amount of pumping, to the greatest extent possible, during the pre-dawn hours as larval drift studies indicate that this is a period of greatest daily activity.
 - 3. Screen all pump intakes with ¼" mesh material.
 - 4. Report any fish impinged on the intake screen to the Service (801.975.3330) and the Utah Division of Wildlife Resources:

Northeastern Region

152 East 100 North, Vernal, UT 84078 Phone: (435) 781-9453

• Lease Notice for critical soils

Construction and drilling activities are limited to periods of dry or frozen soil conditions.

COAs: Page 3 of 9 Well: Asphalt Wash 11-24-41-7

Conditions Of Approval:

• The original access road that is no longer to be used shall have final reclamation performed within six months of the construction of the new access route.

- If Uinta Basin hookless cactus, White River beardtongue, Graham's beardtongue or other special status plants are found, construction shall cease and the AO shall be notified to determine the appropriate mitigation.
- The operator shall control noxious weeds along access road use authorizations, pipeline route authorizations, rights-of-way, well sites, or other applicable facilities by spraying or mechanical removal. A list of noxious weeds may be obtained from the BLM weeds specialist or the appropriate County Extension Office. On BLM administered land, it is required that a Pesticide Use Proposal (PUP) be submitted and approved prior to the application of herbicides, pesticides or possibly hazardous chemicals.
- Pipelines shall be buried at all major drainage crossings.
- The reserve pit shall be lined with 16 ml or greater liner to prevent pit leakage and at least one felt liner (double felt as need to prevent pit leakage) prior to spudding.
- All open pits shall be properly fenced and maintained during operations and until the pits are backfilled. When the reserve pit contains fluids or toxic substances, the operator must ensure that animals do not ingest or become entrapped in pit fluids.
- The reserve pit shall be free of oil and other liquids and solid wastes, allowed to dry, be pumped dry, or solidified in-situ prior to backfilling. The reserve pit must not be "squeezed", (filled with soil while still containing fluids) or cut (puncturing the pit liner while still containing fluids to allow pit fluids to drain from the pit).
- The pit liner is to be cut 5 feet below ground surface or at the level of the cuttings, whichever is deeper, and the excess liner material is to be disposed of at an authorized disposal site.
- All permanent facilities, not regulated by OSHA, shall be painted the same color, **Olive Black**; within six months of installation.
- During construction the topsoil from the location shall be stripped and windrowed separately from the other excess material. The topsoil windrows shall be re-seeded using the interim seed mix and track walked or drag chained at the time the location is constructed. The topsoil removed from the pit area shall be stored separately and will not be re-seeded until the pit is reclaimed. When the reserve pit is closed, it shall be re-contoured and the topsoil re-spread, and the area shall be seeded using the interim seed mix listed below.
- Upon well completion, the well pad location up to the deadmen, shall be recontoured to the approximate natural contours and the stockpiled topsoil shall be spread evenly over the reclaimed area and then re-seeded using the interim seed mix.

COAs: Page 4 of 9

Well: Asphalt Wash 11-24-41-7

• Reclamation:

Interim seed mix:

Hy-crest Crested Wheatgrass Agropyron cristatum 2 lbs/acre
Indian Ricegrass Stipa hymenoides 4 lbs/acre
Needle and Thread grass Stipa comatai 4 lbs/acre

Wyoming Big Sagebrush Artemisia tridentata var. wyomingensis ½ lbs/acre

Final reclamation seed mix:

Hy-crest Crested Wheatgrass Agropyron cristatum2 lbs/acreIndian RicegrassStipa hymenoides4 lbs/acreNeedle and Thread grassStipa comatai4 lbs/acre

Wyoming Big Sagebrush Artemisia tridentata var. wyomingensis ½ lbs/acre

All pounds are in pure live seed.

All seed and mulch shall be certified weed free.

Drill seeding is the preferred method.

• Rates are set for drill seeding; double the rate if broadcasting.

• If broadcasting seed: The seed shall be walked into the soil with a dozer immediately after the seeding is completed, or covered by soil using a drag chain.

• Reseeding shall be required if initial seeding is not successful.

• Once the location is plugged and abandoned, the well location and access road shall be recontoured to the natural topography, topsoil shall be respread, and the entire location and access road shall be seeded with the final reclamation seed mix. Seed application shall follow all guidelines in the final reclamation seed mix bullet statement above. If reclamation seeding should take place using the broadcast method, the seed at a minimum shall be walked into the soil with a dozer, immediately after the seeding is completed, or covered by soil using a drag chain.

COAs: Page 5 of 9 Well: Asphalt Wash 11-24-41-7

DOWNHOLE CONDITIONS OF APPROVAL:

SITE SPECIFIC DOWNHOLE COAs:

- A surface casing shoe integrity test shall be performed.
- Production casing cement shall be at a minimum 200' above the surface shoe.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each

COAs: Page 6 of 9 Well: Asphalt Wash 11-24-41-7

encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

COAs: Page 7 of 9 Well: Asphalt Wash 11-24-41-7

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - o Well location (1/41/4, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

COAs: Page 8 of 9 Well: Asphalt Wash 11-24-41-7

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of
 a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval
 may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

COAs: Page 9 of 9 Well: Asphalt Wash 11-24-41-7

• Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

STATE OF UTAH

| | DEPARTMENT OF NATURAL RESOU DIVISION OF OIL, GAS AND MI | | 5. LEASE DESIGNATION AND SERIAL NUMBER: | | |
|---|--|--|--|--|--|
| CHNDDA | CUNTIDLIVIAL | UTU - 73919 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | | |
| SUNDRI | NOTICES AND REPORT | S ON WELLS | n/a 7. UNIT or CA AGREEMENT NAME: | | |
| | Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | | | |
| 1. TYPE OF WELL OIL WELL | ☐ GAS WELL ☑ OTHER _ | | 8. WELL NAME and NUMBER: Asphalt Wash 11-24-41-7 | | |
| 2. NAME OF OPERATOR: | | | 9. API NUMBER: | | |
| Enduring Resources, LLC 3. ADDRESS OF OPERATOR: | | PHONE NUMBER: | 4304739164 10. FIELD AND POOL, OR WILDCAT: | | |
| 475 17th Street, Suite 1500 CITY | Y Denver STATE CO | | No name | | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 471' F | SL - 440' FWL | | соимту: Uintah | | |
| QTR/QTR, SECTION, TOWNSHIP, RAN | GE, MERIDIAN: SWSW 5 11S 2 | 24E S | STATE: UTAH | | |
| 11. CHECK APPE | ROPRIATE BOXES TO INDICAT | TE NATURE OF NOTICE, REPO | RT, OR OTHER DATA | | |
| TYPE OF SUBMISSION | | TYPE OF ACTION | | | |
| NOTICE OF INTENT | ACIDIZE | DEEPEN | REPERFORATE CURRENT FORMATION | | |
| (Submit in Duplicate) | ALTER CASING | FRACTURE TREAT | SIDETRACK TO REPAIR WELL | | |
| Approximate date work will start: | CASING REPAIR | NEW CONSTRUCTION | TEMPORARILY ABANDON | | |
| | CHANGE TO PREVIOUS PLANS | OPERATOR CHANGE | TUBING REPAIR | | |
| | CHANGE TUBING | PLUG AND ABANDON | VENT OR FLARE | | |
| SUBSEQUENT REPORT | CHANGE WELL NAME | PLUG BACK | WATER DISPOSAL | | |
| (Submit Original Form Only) | CHANGE WELL STATUS | PRODUCTION (START/RESUME) | WATER SHUT-OFF | | |
| Date of work completion: | COMMINGLE PRODUCING FORMATIONS | RECLAMATION OF WELL SITE | OTHER: Request for APD | | |
| | CONVERT WELL TYPE | RECOMPLETE - DIFFERENT FORMATION | Extension | | |
| DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Enduring Resources, LLC respectfully requests a one year extension of the expiration date of this Application for Permit to Drill. Approved by the Utah Division of Oil, Gas and Mining COPY SENT TO OPERATOR Date: 5.4.2009 Initials: KS | | | | | |
| NAME (PLEASE PRINT) Alvin R. (Al |) Arlian | тітье _Landman - Regula | atory Specialist | | |
| SIGNATURE | 7 | DATE 3/23/2009 | | | |
| his space for State use only) | | | | | |

APR 28 2009



Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

| Well Name: Location: Company Per | 4304739164 | | |
|--|---|------------------------------|-----------------------|
| above, hereby | ed as owner with legal rights to dril verifies that the information as sub ication to drill, remains valid and do | mitted in the previously | ed |
| Following is a overified. | checklist of some items related to t | he application, which should | d be |
| | rivate land, has the ownership char en updated? Yes⊡No⊡ | iged, if so, has the surface | |
| | s been drilled in the vicinity of the p siting requirements for this location | | ffect |
| | n any unit or other agreements put peration of this proposed well? Yes | | Э |
| | en any changes to the access route could affect the proposed location? | | ht- |
| Has the approv | red source of water for drilling char | ıged? Yes⊟No⊠ | |
| | en any physical changes to the surf re a change in plans from what wa s□No☑ | | Э |
| Is bonding still i | in place, which covers this propose | :d well? Yes⊠No□ | |
| Signature | | 3/23/2009 Date | |
| Title: Administra | ative Assistant | | |
| Representing: | Enduring Resources, LLC | | ECEIVED PR 28 2009 |

| | STATE OF UTAH | 2050 | | | FORM 9 |
|---|---|---------|---------------------------------|--|--|
| DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | | | E DESIGNATION AND SERIAL NUMBER: 73919 | |
| | RY NOTICES AND REPORT | | _ | 6. IF I | NDIAN, ALLOTTEE OR TRIBE NAME: |
| | sals to drill new wells, significantly deep ugged wells, or to drill horizontal laterals | | | 7.UNII ASPH | For CA AGREEMENT NAME: ALT |
| 1. TYPE OF WELL Gas Well | | | | | L NAME and NUMBER: ALT WASH 11-24-41-7 |
| 2. NAME OF OPERATOR: Enduring Resources, LLC | | | | | NUMBER: 7391640000 |
| 3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500, | Denver, CO, 80202 30 | | HONE NUMBER: 5114 Ext | | .D and POOL or WILDCAT: HOUSE |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 0471 FSL 0440 FWL OTR/OTR, SECTION, TOWNSHI | IP, RANGE, MERIDIAN: | | | UINT | HA |
| , , , , , | 5 Township: 11.0S Range: 24.0E Meridia | n: S | | STATE UTAH | |
| 11. | CK APPROPRIATE BOXES TO INDIC | CATE NA | ATURE OF NOTICE, REPOI | RT, OR OT | HER DATA |
| TYPE OF SUBMISSION | | | TYPE OF ACTION | | |
| | ACIDIZE | | ALTER CASING | | CASING REPAIR |
| NOTICE OF INTENT Approximate date work will start: 3/28/2010 | CHANGE TO PREVIOUS PLANS | | CHANGE TUBING | | CHANGE WELL NAME |
| 3/20/2010 | CHANGE WELL STATUS | | COMMINGLE PRODUCING FORMATIO | ns _ | CONVERT WELL TYPE |
| SUBSEQUENT REPORT Date of Work Completion: | DEEPEN | _ | FRACTURE TREAT | L | NEW CONSTRUCTION |
| | OPERATOR CHANGE | _ | PLUG AND ABANDON | | PLUG BACK |
| SPUD REPORT | PRODUCTION START OR RESUME | _ | RECLAMATION OF WELL SITE | | RECOMPLETE DIFFERENT FORMATION |
| Date of Spud: | ☐ TUBING REPAIR | _ | SIDETRACK TO REPAIR WELL | | TEMPORARY ABANDON WATER DISPOSAL |
| | WATER SHUTOFF | _ | SI TA STATUS EXTENSION | | APD EXTENSION |
| DRILLING REPORT Report Date: | WILDCAT WELL DETERMINATION | _ | OTHER | | I. |
| | | | | | HER: |
| | ompleted operations. Clearly show all I an one-year extension to AF | | | ıs, volumes, | etc. |
| 1.094.000.00 | | | | | Approved by the |
| | | | | | Utah Division of |
| | | | | OI | l, Gas and Mining |
| | | | | Date: | March 25, 2010 |
| | | | | 1 | . 10 cil W |
| | | | | BA: (7) | Die Aller |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| NAME (PLEASE PRINT) Alvin Arlian | PHONE NUMB 303 350-5114 | ER | TITLE Landman-Regulatory | | |
| SIGNATURE N/A | | | DATE 3/25/2010 | | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047391640000

API: 43047391640000

Well Name: ASPHALT WASH 11-24-41-7

Location: 0471 FSL 0440 FWL QTR SWSW SEC 05 TWNP 110S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 3/28/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| ire revision. Following is a checklist of some items related to the application, which should be verified. |
|---|
| If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No |
| Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No |
| Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No |
| Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No |
| • Has the approved source of water for drilling changed? Yes No |
| • Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No |
| • Is bonding still in place, which covers this proposed well? • Yes • No Utah Division of |

Signature: Alvin Arlian **Date:** 3/25/2010

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC Da

Date: March 25, 2010

Oil, Gas and Mining

BV:

Corm 3166-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5. Lease Serial No.

| | | LLU | 11 1 | ٠, | " |
|---------|----------------------|-----|------|----|---|
| NOTICES | AND REPORTS ON WELLS | FFR | U | | |

| SUNDRY Do not use th | UTU73919 | UTU73919 | | |
|---|--|---|--------------------------------------|---------------------------|
| Do not use th abandoned we | 6. If Indian, Allotte | ee or Tribe Name | | |
| SUBMIT IN TRI | PLICATE - Other instru | ctions on reverse side. | 7. If Unit or CA/A UTU84718X | greement, Name and/or No. |
| 1. Type of Well | . Type of Well | | | No. |
| Oil Well Gas Well Other | | | ASPHALT WA | |
| 2. Name of Operator Contact: AL ARLIAN ENDURING RESOUCES LLC E-Mail: aarlian@enduringresources.com | | | 9. API Well No. 43-047-3916 | 4-00-X1 |
| 3a. Address 475 17TH STREET, SUITE 1 DENVER, CO 80202 | 500 | 3b. Phone No. (include area cod Ph: 303-350-5114 Fx: 303-573-0461 | le) 10. Field and Pool, UNDESIGNA | or Exploratory TED |
| 4. Location of Well (Footage, Sec., 1 | ^r ., R., M., or Survey Descriptio | n) | 11. County or Paris | sh, and State |
| Sec 5 T11S R24E Lot 5 471F | SL 440FWL | | UINTAH COL | JNTY, UT |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | O INDICATE NATURE OF | NOTICE, REPORT, OR OTH | ER DATA |
| TYPE OF SUBMISSION | | TYPE C | OF ACTION | |
| Notice of Intent | ☐ Acidize | ☐ Deepen | ☐ Production (Start/Resume) | Water Shut-Off |
| | Alter Casing | Fracture Treat | Reclamation | ☐ Well Integrity |
| ☐ Subsequent Report | ☐ Casing Repair | New Construction | Recomplete | Other |
| ☐ Final Abandonment Notice | Change Plans | Plug and Abandon | ☐ Temporarily Abandon | Change to Original PD |
| | Convert to Injection | ☐ Plug Back | ☐ Water Disposal | 10 |
| determined that the site is ready for f Request a 2-year extension to | inal inspection.) | | luding reclamation, have been comple | ted, and the operator has |
| | | Charles of Marine & De Marine | ernal dist. NG | |
| | | APR 0 6 2010 | EOL. | |
| | | - National A | .8 | |
| • | | Chr. Carrie | WT | |
| CONDITI | ONS OF APPROVAL | ATTACHED 1 | | • |
| | | , A | | |
| 14. I hereby certify that the foregoing is | | 80906 verified by the BLM We | II Information System | |
| Co | For ENDURI | NG RESOUCES LLC, sent to t cessing by GAIL JENKINS on | he Vernal | |
| Name (Printed/Typed) AL ARLIA | • | Title LANDI | | |
| Signature (Electronic S | Submission) | Date 02/01/2 | 2010 | |
| | THIS SPACE FO | OR FEDERAL OR STATE | OFFICE USE | |
| Approved By | | | um Engineer | MAR 1 2010 |
| onditions of apployal, if any, are attache rtify that the applicant holds legal or equich would entitle the applicant to condu | uitable title to those rights in th | s not warrant or le subject lease Office | | |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



CONDITIONS OF APPROVAL

Enduring Resources, LLC

Notice of Intent APD Extension

Lease:

UTU-73919

Well:

Asphalt Wash Federal 11-24-41-7

Location:

Lot 5 Sec 5-T11S-R24E

An extension for the referenced APD is granted with the following conditions:

- 1. The extension and APD shall expire on 8/7/2011.
- 2. Since the APD was approved under a Categorical Exclusion and the referenced NEPA will expire 8/7/2011, if the well has not been spud by that date this APD will expire and the operator is to cease all operations related to the preparing to drill the well.

If you have any other questions concerning this matter, please contact Ryan Angus of this office at (435) 781-4430

| | STATE OF UTAH | | FORM 9 |
|--|--|--|---|
| DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-73919 |
| SUNDRY NOTICES AND REPORTS ON WELLS | | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: |
| | sals to drill new wells, significantly deeponged wells, or to drill horizontal laterals | | 7.UNIT or CA AGREEMENT NAME: ASPHALT |
| 1. TYPE OF WELL Gas Well | | | 8. WELL NAME and NUMBER: ASPHALT WASH 11-24-41-7 |
| 2. NAME OF OPERATOR: Enduring Resources, LLC | | | 9. API NUMBER: 43047391640000 |
| 3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500, | Denver, CO, 80202 30 | PHONE NUMBER: 3 350-5114 Ext | 9. FIELD and POOL or WILDCAT: ROCK HOUSE |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 0471 FSL 0440 FWL | | | COUNTY: UINTAH |
| QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWSW Section: 05 | P, RANGE, MERIDIAN: 5 Township: 11.0S Range: 24.0E Meridia | n: S | STATE: UTAH |
| 11. CHE | CK APPROPRIATE BOXES TO INDIC | ATE NATURE OF NOTICE, REPORT | , OR OTHER DATA |
| TYPE OF SUBMISSION | | TYPE OF ACTION | |
| | CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION OMPLETED OPERATIONS. Clearly show all part of the company of the c | PD termination date. | NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL ✓ APD EXTENSION OTHER: |
| NAME (PLEASE PRINT) Alvin Arlian | PHONE NUMBI | ER TITLE Landman-Regulatory | |
| SIGNATURE N/A | 303 350-5114 | DATE 3/25/2010 | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047391640000

API: 43047391640000

Well Name: ASPHALT WASH 11-24-41-7

Location: 0471 FSL 0440 FWL QTR SWSW SEC 05 TWNP 110S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 3/28/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| require revi | sion. Following is a d | hecklist of sor | ne items relate | d to the app | lication, w | hich should be | verified. |
|--------------|--|-----------------|------------------|----------------|--------------|---|-----------|
| | ated on private land, ed? 问 Yes 📵 No | | rship changed, | if so, has the | e surface a | agreement bee | n |
| | any wells been drille requirements for th | | | sed well whi | ch would a | affect the spaci | ng or |
| | here been any unit o s proposed well? | | nents put in pla | ce that could | d affect th | e permitting or | operatio |
| | there been any chan the proposed location | | | ling owners | hip, or rigl | ntof- way, whic | h could |
| • Has tl | he approved source (| of water for dr | illing changed? | Yes @ | No | | |
| | there been any phys je in plans from wha | | | | | | uire a |
| • Is bo | nding still in place, w | hich covers th | is proposed we | ell? 📵 Yes | No [| Approved by Utah Division I, Gas and Mi | of |
| Signature: | Alvin Arlian | Date: | 3/25/2010 | | | | |
| Title: | Landman-Regulatory | Representing: | ENDURING RES | OURCES, LLC | | March 25, 2 | 010 |
| | | _ | | | Þ | Oll lis on | |

RECEIVED March 25, 2010

By: Dodge

Sundry Number: 13776 API Well Number: 43047391640000

| | STATE OF UTAH | | | | FORM 9 |
|--|---|-------|--------------------------------|---|---------------------------------|
| DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | | 5.LEAS | E DESIGNATION AND SERIAL NUMBER: 73919 | |
| SUNDRY NOTICES AND REPORTS ON WELLS | | | 6. IF I | NDIAN, ALLOTTEE OR TRIBE NAME: | |
| Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | | 7.UNIT | or CA AGREEMENT NAME: ALT | |
| 1. TYPE OF WELL Gas Well | | | | L NAME and NUMBER: ALT WASH 11-24-41-7 | |
| 2. NAME OF OPERATOR: Enduring Resources, LLC | | | | NUMBER: '391640000 | |
| 3. ADDRESS OF OPERATOR: PHONE NUMBER: 475 17th Street, Suite 1500 , Denver, CO, 80202 303 350-5114 Ext | | | | | D and POOL or WILDCAT: HOUSE |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 0471 FSL 0440 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWSW Section: 05 Township: 11.0S Range: 24.0E Meridian: S | | | | COUNT | |
| | | | | STATE: UTAH | |
| 11. CHE | CK APPROPRIATE BOXES TO INDICA | ATE N | ATURE OF NOTICE, REPORT | , OR OT | HER DATA |
| TYPE OF SUBMISSION | | | TYPE OF ACTION | | |
| _ | ☐ ACIDIZE | | ALTER CASING | | CASING REPAIR |
| NOTICE OF INTENT Approximate date work will start: | ☐ CHANGE TO PREVIOUS PLANS | | CHANGE TUBING | | CHANGE WELL NAME |
| 3/28/2011 | ☐ CHANGE WELL STATUS | | COMMINGLE PRODUCING FORMATIONS | | CONVERT WELL TYPE |
| SUBSEQUENT REPORT | DEEPEN | | FRACTURE TREAT | | NEW CONSTRUCTION |
| Date of Work Completion: | OPERATOR CHANGE | | PLUG AND ABANDON | | PLUG BACK |
| | PRODUCTION START OR RESUME | | RECLAMATION OF WELL SITE | | RECOMPLETE DIFFERENT FORMATION |
| SPUD REPORT Date of Spud: | REPERFORATE CURRENT FORMATION | | SIDETRACK TO REPAIR WELL | | TEMPORARY ABANDON |
| | ☐ TUBING REPAIR | | VENT OR FLARE | | WATER DISPOSAL |
| ☐ DRILLING REPORT | ☐ WATER SHUTOFF | | SI TA STATUS EXTENSION | 1 | APD EXTENSION |
| Report Date: | □ WILDCAT WELL DETERMINATION | | OTHER | отн | ER: |
| 13 DESCRIPE PROPOSED OF CO | | | - | | |
| | MPLETED OPERATIONS. Clearly show all p an one-year extension to AF | | | voiumes, | etc. |
| rtequest for | an one year extension to hi | 2 (0. | Timacion addor | | |
| | | | | | Approved by the |
| | | | | | Utah Division of |
| | | | | UI | l, Gas and Mining |
| | | | | ate: | 03/28/2011 |
| | | | | 1 | 00 en 10 |
| | | | E | 3y: <u>√</u> | resident to the second |
| | | | | | 73 |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| NAME (PLEASE PRINT) | PHONE NUMBE | R | TITLE | | |
| Alvin Arlian | 303 350-5114 | | Landman-Regulatory | | |
| SIGNATURE N/A | | | DATE 3/25/2011 | | |

Sundry Number: 13776 API Well Number: 43047391640000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047391640000

API: 43047391640000

Well Name: ASPHALT WASH 11-24-41-7

Location: 0471 FSL 0440 FWL QTR SWSW SEC 05 TWNP 110S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 3/28/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No |
|--|
| Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No |
| Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No |
| Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No |
| • Has the approved source of water for drilling changed? Yes No |
| Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No |
| • Is bonding still in place, which covers this proposed well? Yes No |

Signature: Alvin Arlian **Date:** 3/25/2011

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC



State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

March 14, 2012

Al Arlian Enduring Resources, LLC 511-16th Street, Ste. 700 Denver, CO 80202

43 047 39164 Asphalt Wash 11-24-41-7 115 24E 5

Re:

APDs Rescinded for Enduring Resources, LLC.

Uintah County

Dear Mr. Arlian:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective March 5, 2012.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Environmental Scientist

cc:

Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



| \rightarrow | 43-047-50258 43-047-50259 43-047-50285 43-047-39153 43-047-39164 43-047-39166 43-047-37868 | BONANZA 9-24-34-3 BONANZA 9-25-12-20 BONANZA 9-23-13-11 ASPHALT WASH 11-24-23-5 ASPHALT WASH 11-24-13-5 ASPHALT WASH 11-24-13-5 ASPHALT WASH 11-24-24-5 ASPHALT WASH FED 11-23-33-12 |
|---------------|--|---|
| | 43-04/-3/808 | ASTRALI WASH FED 11-25-35-12 |
| | | |

United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



IN REPLY REFER TO: 3160 (UTG011)

MAR 2 6 2012

Alvin R. Arlian Enduring Resources, LLC 511-16th Street, Suite 700 Denver, CO 80202

Re:

Notice of Expiration

Well No. Asphalt Wash 11-24-41-7

Lot 5 Sec. 5, T11S, R24E Uintah County, Utah Lease No. UTU-73919

Asphalt Unit

43 047 39164

RECEIVED
APR 0 4 2012

DIV. OF OIL, GAS & MINING

Dear Mr. Arlian:

The Application for Permit to Drill (APD) for the above-referenced well was approved on March 6, 2008. A two (2) year extension request of the original APD was received on February 1, 2010. On March 18, 2010 the request was reviewed and the extension request was approved to August 7, 2011, consistent with the expiration of the 390 CX used to process the APD. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jérry Kenczka

Assistant Field Manager
Lands & Mineral Resources

cc: UDOGM

FORM 9

STATE OF UTAH

| DEPARTMENT OF NATURAL RESOL DIVISION OF OIL, GAS AND M | 5. LEASE DESIGNATION AND SERIAL NUMBER: UTU - 73919 | | | |
|--|--|---|--|--|
| SUNDRY NOTICES AND REPORT | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | | |
| Do not use this form for proposals to drill new wells, significantly deepen existing wells below or drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL | 7. UNIT or CA AGREEMENT NAME: n/a | | | |
| 1. TYPE OF WELL OIL WELL GAS WELL OTHER | | 8. WELL NAME and NUMBER: Asphalt Wash 11-24-41-7 | | |
| 2. NAME OF OPERATOR: | | 9. API NUMBER: | | |
| Enduring Resources, LLC | PHONE NUMBER: | 4304739164 | | |
| 3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500 CITY Denver STATE CO | 10. FIELD AND POOL, OR WILDCAT: No name | | | |
| 4. LOCATION OF WELL | | COUNTY: Uintah STATE: UTAH | | |
| 11. CHECK APPROPRIATE BOXES TO INDICA | TE NATURE OF NOTICE, REPO | RT, OR OTHER DATA | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
| ✓ NOTICE OF INTENT | DEEPEN | REPERFORATE CURRENT FORMATION | | |
| (Submit in Duplicate) ALTER CASING | FRACTURE TREAT | SIDETRACK TO REPAIR WELL | | |
| Approximate date work will start: CASING REPAIR | NEW CONSTRUCTION | TEMPORARILY ABANDON | | |
| CHANGE TO PREVIOUS PLANS | OPERATOR CHANGE | TUBING REPAIR | | |
| CHANGE TUBING | PLUG AND ABANDON | VENT OR FLARE | | |
| SUBSEQUENT REPORT CHANGE WELL NAME (Submit Original Form Only) | PLUG BACK | WATER DISPOSAL | | |
| Date of work completion: | PRODUCTION (START/RESUME) | WATER SHUT-OFF | | |
| COMMINGLE PRODUCING FORMATIONS | RECLAMATION OF WELL SITE | ✓ OTHER: Request for APD | | |
| CONVERT WELL TYPE | RECOMPLETE - DIFFERENT FORMATION | Extension | | |
| DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all Enduring Resources, LLC respectfully request an external FROM: 03/28/2008 TO: 03/28/2009 | | | | |
| COPY SENT TO OPERATOR Date: 3-31-2008 Initials: <u>VS</u> By | te: 03-31-06 | | | |
| NAME (PLEASE PRINT) Alvin R. (AI) Arlian TITLE Landman - Regulatory Specialist | | | | |
| SIGNATURE | DATE 3/26/2008 | | | |

(This space for State use only)

RECEIVED MAR 28 2008

Application for Permit to Drill Request for Permit Extension Validation

Validation (this form should accompany the Sundry Notice requesting permit extension)

API:

4304739164

| Well Name: Asphalt Wash 11-24-41-7 ເປັດ ທີ່ ໄດ້ Location: 471' FSL - 440' FWL, NENE, Sec 7, T11S-R24E Company Permit Issued to: The Houston Exploration Company Date Original Permit Issued: 3/28/2007 | | | | | |
|---|--|--|--|--|--|
| The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. | | | | | |
| Following is a checklist of some items related to the application, which should be verified. | | | | | |
| If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□ | | | | | |
| Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□No☑ | | | | | |
| Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑ | | | | | |
| Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No☑ | | | | | |
| Has the approved source of water for drilling changed? Yes□No☑ | | | | | |
| Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑ | | | | | |
| Is bonding still in place, which covers this proposed well? Yes ☑ No ☐ | | | | | |
| 3/26/2008 | | | | | |
| Signature Date | | | | | |
| Title: Landman - Regulatory Specialist | | | | | |
| Representing: Enduring Resources, LLC RECEIVED | | | | | |
| MAR 2 8 2008 | | | | | |